

**City of Miami Beach, Florida**

**COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT**

**FOR THE FISCAL YEAR ENDED**

**SEPTEMBER 30, 2000**

**City of Miami Beach, Florida**

**COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT**

**FOR THE FISCAL YEAR ENDED**

**SEPTEMBER 30, 2000**

**Jorge M. Gonzalez**  
City Manager

**Patricia D. Walker**  
Finance Director

## **CITY OF MIAMI BEACH, FLORIDA**

---

### **City Commission**

Neisen O. Kasdin, Mayor

Nancy Liebman, Vice Mayor

Matti Herrera Bower, Commissioner

Simon Cruz, Commissioner

David Dermer, Commissioner

Luis R. Garcia, Jr., Commissioner

Jose Smith, Commissioner

---

### **Administration**

Jorge M. Gonzalez, City Manager

Christina Cuervo, Assistant City Manager

Mayra Diaz-Buttacavoli, Assistant City Manager

Matthew Schwartz, Assistant City Manager

Patricia D. Walker, Finance Director

**City of Miami Beach, Florida**  
**Comprehensive Annual Financial Report**  
**September 30, 2000**

**Table of Contents**

<b>Introductory Section</b>	<b>Page</b>
Letter of Transmittal.....	i
GFOA Certificate of Achievement .....	vi
Organizational Chart.....	vii

**Financial Section**

Independent Auditor's Report.....	1
General Purpose Financial Statements:	
Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units .....	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types, Similar Trust Funds and Discretely Presented Component Units.....	5
Combined Statement of Revenues and Expenditures, Budget and Actual - Budgetary Basis - General, Special Revenue and Debt Service Funds .....	7
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types.....	8
Combined Statement of Changes in Plan Net Assets - All Pension Trust Funds.....	9
Combined Statement of Cash Flows - All Proprietary Fund Types .....	10
Combined Balance Sheet - Discretely Presented Component Units.....	12
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Discretely Presented Component Units .....	13
Notes to Financial Statements .....	14
Supplemental Schedules and Statements:	
General Fund:	
Comparative Balance Sheet .....	43
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balances.....	44
Schedule of Revenues - Budget and Actual .....	45
Schedule of Expenditures and Encumbrances - Budget and Actual .....	46
Special Revenue Funds:	
Nature and Purpose of Funds.....	47
Combining Balance Sheet .....	48

**Table of Contents**  
**Financial Section (Continued)**

	Page
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	50
Combining Schedule of Revenues and Expenditures, Budget and Actual - Budgeted Special Revenue Funds .....	52
Debt Service Funds:	
Nature and Purpose of Funds.....	53
Combining Balance Sheet .....	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	55
Comparative Schedule of Revenues and Expenditures, Budget and Actual – Budgeted Debt Service Funds.....	56
Capital Projects Fund:	
Comparative Balance Sheet .....	57
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances .....	58
Enterprise Funds:	
Nature and Purpose of Funds.....	59
Combining Balance Sheet .....	60
Combining Statement of Revenues, Expenses and Changes in Retained Earnings .....	61
Combining Statement of Cash Flows.....	62
Internal Service Funds:	
Nature and Purpose of Funds.....	64
Combining Balance Sheet .....	65
Combining Statement of Revenues, Expenses and Changes in Retained Earnings.....	66
Combining Statement of Cash Flows.....	67
Trust and Agency Funds:	
Nature and Purpose of Funds.....	69
Combining Balance Sheet - All Trust and Agency Funds .....	70
Combining Balance Sheet - Pension Trust Funds .....	71
Combining Balance Sheet - All Expendable Trust Funds .....	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Expendable Trust Funds .....	73
Combining Statement of Changes in Plan Net Assets - All Pension Trust Funds .....	74
Statement of Changes in Assets and Liabilities - General Agency Fund.....	75
General Fixed Assets:	
Comparative Balance Sheet .....	76
Schedule of General Fixed Assets - by Functions and Activities .....	77
Schedule of General Fixed Assets by Source .....	78

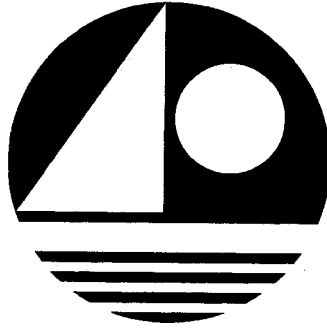
**Table of Contents**  
**Financial Section (Continued)**

**Page**

Schedule of Changes in General Fixed Assets - by Functions and Activities .....	79
General Long Term Obligations:	
Comparative Balance Sheet .....	80
Schedule of Long Term Bonded Debt Outstanding .....	81
Debt Service Requirements - General Obligation Bonds .....	82
Debt Service Requirements - Special Obligation Bonds .....	83

**Statistical Section**

All Governmental Funds Expenditures by Function .....	84
All Governmental Funds Revenue by Source .....	85
Property Tax Levies and Collections .....	86
Statement of Tax Levies and Tax Rates .....	87
Direct and Overlapping Tax Rates .....	88
Net Bonded Debt To Assessed Valuation and Bonded Debt Per Capita .....	89
Computation of Legal Debt Margin .....	90
Computation of Direct and Overlapping Debt .....	91
Ratio of General Obligation Debt Service to General Fund Expenditures .....	92
Revenue Bond Coverage .....	93
Demographic Statistics .....	94
Value of Building Permits Issued .....	95
Ten Largest Taxpayers .....	96
Ten Largest Public and Private Employers .....	97
Miscellaneous Statistics .....	98



City of Miami Beach

This page intentionally left blank





# CITY OF MIAMI BEACH

1700 Convention Center Drive, Miami Beach, FL 33139  
<http://ci.miami-beach.fl.us>



FINANCE DIRECTOR

Telephone 673-7405  
Facsimile 673-7795

February 19, 2001

Honorable Mayor and Members of the City Commission:

The comprehensive annual financial report of the City of Miami Beach, Florida (the "City"), for the fiscal year ended September 30, 2000, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the financial activities of the City have been included.

The comprehensive annual financial report is presented in three sections: (1) introductory, (2) financial, and (3) statistical. The introductory section includes the City's organizational chart, a list of principal officials, and this letter. The financial section includes the Independent Auditors' Report and General Purpose Financial Statements and the Combining and Individual Fund and Account Group Financial Statements and Schedules. The statistical section includes selected financial and demographic information generally presented on a multi-year basis.

This report includes all funds, and account groups, and component units of the City. The City provides a full range of services. These services include police and fire protection; recreational activities and cultural events; sanitation services; water and sewer services; and the construction and maintenance of streets and infrastructure. This report includes activities of the Miami Beach Visitor and Convention Authority, the Retirement System for General Employees, the Retirement System for Police and Fire Employees, the Miami Beach Retirement System for Non-Civil Service Employees, the Miami Beach Health Facilities Authority, and the Miami Beach Redevelopment Agency (the "Agency").

## **Economic Conditions and Outlook**

Economically, this fiscal year was record setting for the City. Our local tourism industry reported over \$940 million in sales; new construction and renovations were started at record levels; and taxable property values increased approximately eleven percent from the prior year. The City is assisting this revitalization by committing the necessary funding to improve and upgrade infrastructure, design and implement Citywide streetscape projects, provide additional parking, and increase public safety Citywide.

Miami Beach is an island surrounded by the sparkling Atlantic Ocean and Biscayne Bay. Approximately seven million tourists visited South Beach and the Art Deco Historic District making the area the number one attraction in South Florida. These visitors are the catalyst for the economic prosperity that the City of Miami Beach has experienced in recent years, contributing over \$11 billion to the area's economy each year.

The Miami Beach cultural campus has been renamed "Collins Park Cultural Center". The Cultural Center continues to undergo dramatic changes including the implementation of a cultural arts campus master plan. This project includes the recently completed home for the Miami City Ballet; an expansion and renovation of the Bass Museum of Art, scheduled to open later this year; and a new regional library,

parking and improvements to Collins Park, currently under design. The existing library will be removed as part of an extensive landscaping project in the park.

During fiscal 2000 the Entertainment Industry continued to expand, a new 55,000 square foot area was leased for a television sports network on Lincoln Road. Fueled by entertainment industry demand, several Class 'A' office projects started construction, including two public/private partnerships that will add 230,000 square feet and 1,300 parking spaces to the City's inventory.

Additionally, several hotel projects began construction, including a 385-room Ritz-Carlton, the 325-room Shore Club, and Starwood Hotels' renovation of the historic Ritz Plaza into the W Miami Hotel. The new South Beach Marriott also opened its doors this year. National tenants began to migrate to Lincoln Road, a street once known as the Fifth Avenue of the South, and in only one year, these new retailers are already experiencing sales of over \$450 per square foot. The institutional investment that came to Miami Beach in 2000 will serve to strengthen, solidify, and diversify the City's economic base for years to come.

The City continues to expand based on our CIP Program which includes projects such as, citywide streetscape and infrastructure improvements; the extension of the City's beachwalk; and the construction, renovation and rebuilding of two of the City's fire stations, as well as, parks and other community recreational facilities.

### **Financial Information**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

**Single Audit.** As a recipient of federal, state, and county financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the Internal Audit Department of the City.

As a part of the City of Miami Beach single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City of Miami Beach has complied with applicable laws and regulations. A separate single audit report has been issued.

**Budgeting Controls.** The City has budgetary controls in place to ensure compliance with legal provisions. Activities of the general fund, certain special revenue funds, and the general obligation debt service fund are included in the annual appropriated budget. Project length financial plans are adopted for the capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by individual funds. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances generally are reappropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

**General Government Functions.** The following schedule presents a combined summary of revenues in the general fund, special revenue funds, debt service funds, capital projects funds, and expendable trust funds for the fiscal year ended September 30, 2000, and the amount and percentage of increases and decreases in relation to revenues of the prior year. (Dollars in thousands.)

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 1999</u>	<u>Percent of Increase (Decrease)</u>
Property Tax	\$ 64,236	34.93%	\$ 3,624	5.98%
Franchise & Utility Tax	17,675	9.61	(211)	(1.18)
Resort Tax	22,144	12.04	2,927	15.23
License and Permits	8,425	4.58	(154)	(1.80)
Intergovernmental	34,626	18.83	6,484	23.04
Sales and Charges for Services	8,054	4.38	828	11.46
Fines and Forfeitures	3,247	1.76	(481)	(12.90)
Rents and Leases	1,273	.69	332	35.28
Interest	9,079	4.94	887	10.83
Administrative Fees	7,573	4.12	-	-
Other	<u>7,576</u>	<u>4.12</u>	<u>220</u>	<u>2.99</u>
Total	<u>\$183,908</u>	<u>100.00</u>	<u>\$ 14,456</u>	

The largest dollar increase in revenues was in the intergovernmental area. This is mostly due to an increase in property valuation in the redevelopment area for both the City and Miami-Dade County portions.

Resort tax collections and property taxes account for the next largest revenue increases. These increases are attributable to the City's commitment to upgrading and improving the area's infrastructure, addressing parking and circulation issues, and facilitating new development. Other revenue increases and decreases, while substantial in several cases on a percentage basis, represent relatively immaterial dollar amounts when compared with total revenues.

The following schedule presents a summary of expenditures in the general fund, special revenue funds, debt service funds, capital project funds, and expendable trust funds for the fiscal year ended September 30, 2000 and the percentage of increases and decreases in relation to expenditures of the prior year. (Dollars in thousands.)

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 1999</u>	<u>Percent of Increase (Decrease)</u>
Current:				
General Government	\$ 21,954	12.29%	\$ 3,525	19.13%
Public Safety	69,148	38.70	2,414	3.62
Physical Environment	1,804	1.01	425	30.82
Transportation	5,730	3.21	1,519	36.07
Economic Environment	19,922	11.15	3,639	22.35
Human Services	1,771	.99	377	27.04
Culture and Recreation	21,218	11.88	475	2.29
Capital Projects	8,421	4.71	(411)	(4.65)
Debt Service:				
Principal	13,070	7.31	735	5.96
Interest & Fiscal Charges	<u>15,628</u>	<u>8.75</u>	<u>677</u>	<u>(4.15)</u>
Total	<u>\$ 178,666</u>	<u>100.00</u>	<u>\$ 12,021</u>	

The most significant percentage and dollar increase in expenditures were in general government, public safety and economic environment areas. The increases in general government were due to annual

salary increases, filling new and vacant positions and hurricane related expenses. The increases in public safety are a result of additional overtime expenses, filling vacant positions and scheduled salary increases. Other expenditure increases and decreases, while substantial in several cases on a percentage basis, represent relatively immaterial dollar amounts when compared with total expenditures.

**General Fund Balance.** The fund balance of the General Fund increased by \$5.4 million in 2000. This increase was attributable to over \$3.2 million in savings resulting from the combining of the Police and Fire Pension Plans. In fiscal year 1996, the City Commission established a contingency for emergencies to be maintained at a minimum amount of eleven percent of the annual General Fund Budget of the ensuing year. The contingency balance at September 30, 2000 was \$13.3 million, and accordingly will be increased to \$14.2 million to accommodate the fiscal year 2001 budget.

**Proprietary Operations.** Combined revenues for the City's five enterprise operations (Water and Sewer, Parking, Sanitation, Convention Center, and Storm Water), and the two Miami Beach Redevelopment Agency's enterprise operations (Parking and Leasing) increased by \$5.5 million or 7.4% from fiscal 1999 to 2000. Of the \$5.5 million increase, the Parking System Fund revenues increased \$1.8 million. This increase resulted from implementation of an expanded capacity meter housing system and more aggressive collection procedures. The Convention Center revenues increased \$1.4 million as a result of increased bookings based on the completion of the Convention Center Hotel. The Sanitation Fund revenues increased by \$1.3 million because of increased fees. The Miami Beach Redevelopment Agency's Parking and Leasing Funds increased by a total \$0.6 million as a direct result of operating an additional three months this Fiscal Year. Other increases and decreases to enterprise operations revenues represent relatively immaterial dollar amounts when compared with total increase in revenues. Expenses of the enterprise operations increased by \$3.8 million or 5.9%.

**Internal Service Funds.** The City's five internal service funds (Fleet Management, Property Management, Central Services, Self Insurance, and Communications) earned combined revenues of \$26.8 million, up \$3.3 million from the previous year. Operating expenses for these funds totaled \$22.0 million, down \$4.8 million from the previous year, which resulted in an overall net operating income from these funds of \$4.8 million.

**Fiduciary Operations.** The three separate pension systems maintained by the City which cover certain full-time City employees produced an income from their investment activities of \$26.4 million and the City and its employees contributed \$7.0 million for total revenues to the plans of \$87.2 million. The plans paid out in expenses \$39.5 million, of which \$35.8 million was to retirees and beneficiaries. Fund balances of these three systems increased by \$47.7 million to \$795.2 million.

**Debt Administration.** At September 30, 2000, the City had \$57.5 million of general obligation bonds outstanding. The City has maintained its A rating from Standard & Poor's Corporation and its A1 rating from Moody's Investors Services. Under current state statutes, general obligation bonded debt issued by the City is subject to a legal limitation based on 15% of total assessed value of real and personal property. As of September 30, 2000, the general obligation bonded debt of the City totaling \$57.5 million was well below the legal limit of \$1.1 billion, and debt per capita equaled \$612.

**Cash Management.** Excess cash during the year was invested in cash deposits, money market funds, U. S. Treasury obligations, U. S. government agencies, commercial paper, corporate bonds, and repurchase agreements. The investment portfolio of the pension trust fund includes cash deposits, U. S. government securities, corporate bonds, common stock, money market funds, and commercial paper. The average yield on investments, except for the pension trust funds, was 6.0%. The pension trust funds achieved a yield rate of 10.1% for this same period. The City earned investment income of \$39.9 million on all investments for the year ended September 30, 2000.

The investment policy of the City is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either covered by federal depository insurance or a

collateral pool held by the State Treasurer for the benefit of all public deposits in Florida, or by collateral held by third parties in trust in the name of the City. All cash and investments of the City, at September 30, 2000, met the criteria for Risk Category #1 as defined by the Governmental Accounting Standards Board.

**Risk Management.** The City has a risk management program for workers' compensation, general liability, and auto liability. As part of this comprehensive plan, resources are being accumulated in the self-insurance internal service fund to meet potential losses. In addition, various risk control techniques, including employee accident prevention training, have been implemented to minimize accident-related losses. The City has \$9.7 million currently restricted for future losses.

#### **Other Information**

**Independent Audit.** State statutes require an annual audit by independent certified public accountants. The accounting firm of KPMG LLP, was selected by the audit committee of the City. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act of 1996 as amended, and the related OMB Circular A-133. The report of the independent certified public accountant on the general purpose financial statements is included in the financial section of this report.

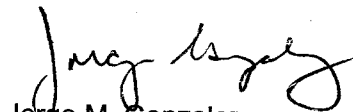
**Awards.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended September 30, 1999. This was the thirteenth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to conform to the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

**Acknowledgments.** The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the governing body of the City, preparation of this report would not have been possible.

Sincerely,

  
Jorge M. Gonzalez  
City Manager

  
Patricia D. Walker  
Finance Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Miami Beach,  
Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 1999

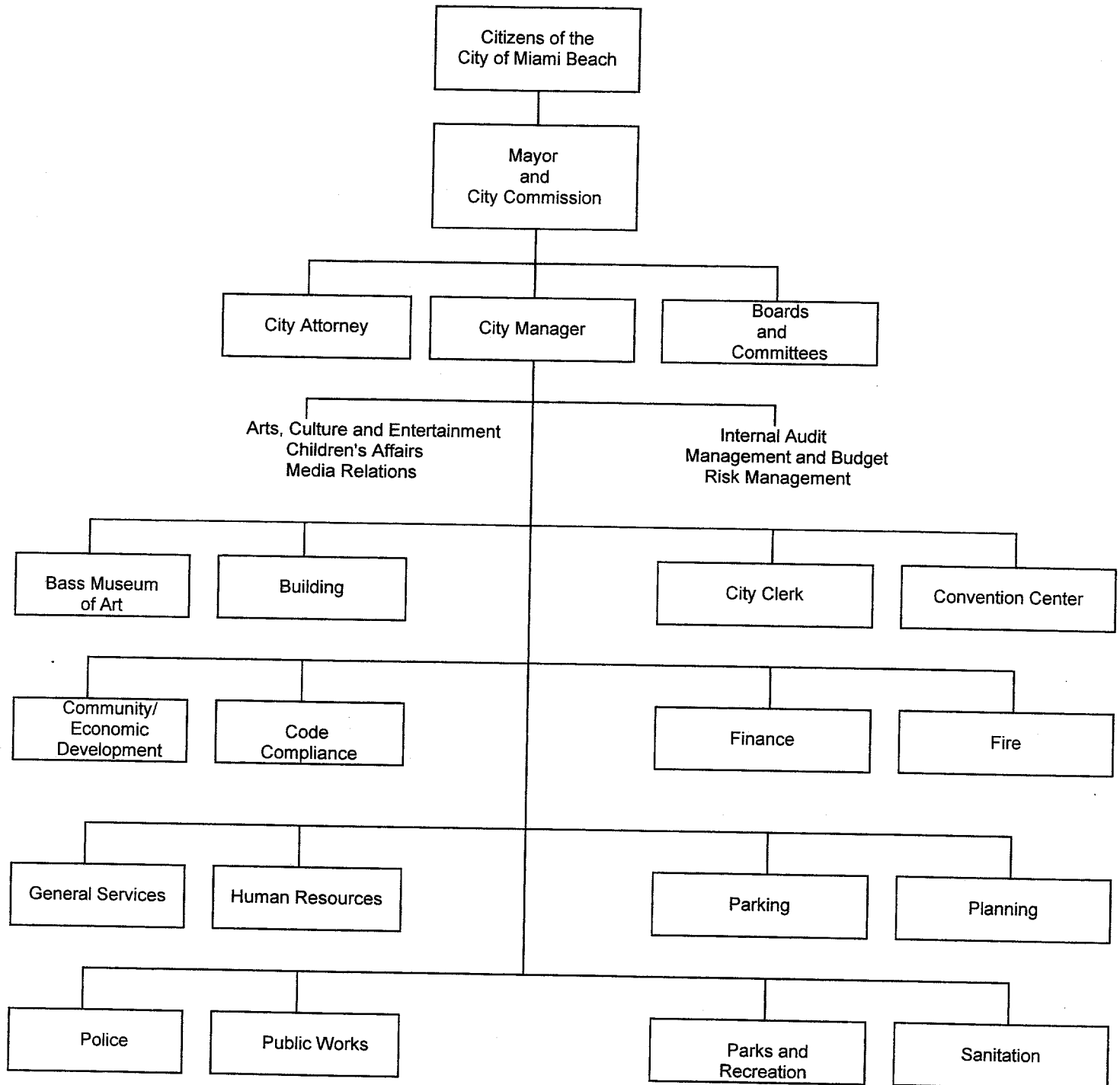
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

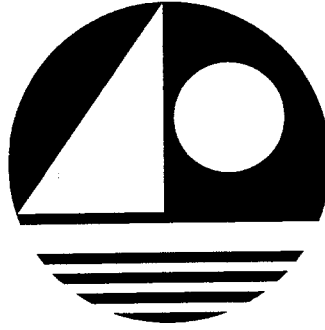


*Anne Spray Kinney*  
President

*Jeffrey L. Essler*  
Executive Director

**City of Miami Beach  
Florida**





City of Miami Beach

This page intentionally left blank



# FINANCIAL STATEMENTS



One Biscayne Tower  
Suite 2800  
2 South Biscayne Boulevard  
Miami, FL 33131

Telephone 305 358 2300  
Fax 305 913 2692

## Independent Auditors' Report

Honorable Mayor and Members  
of the City Commission  
City of Miami Beach, Florida:

We have audited the general purpose financial statements of the City of Miami Beach, Florida, as of and for the year ended September 30, 2000, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the management of the City of Miami Beach, Florida. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the City of Miami Beach, Florida Retirement System for General Employees, the Retirement System for Policemen and Firemen, and the Retirement System for Unclassified Employees and Elected Officials, which combined statements represent approximately 99 percent of the total assets and other debits of the fiduciary funds as of September 30, 2000 and approximately 97 percent of total revenue of fiduciary funds for the year ended September 30, 2000. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the pension trust funds, is based solely on the reports of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the pension trust funds were not audited in accordance with *Government Auditing Standards*, issued by the Comptroller General of the United States, and, accordingly, are not covered by our report in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.



KPMG LLP, KPMG LLP a U.S. limited liability partnership, is  
a member of KPMG International, a Swiss association.

South Florida Business Unit

Miami

Fort Lauderdale

West Palm Beach

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Miami Beach, Florida, as of September 30, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report, dated February 16, 2001, on our consideration of the City of Miami Beach, Florida's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Miami Beach, Florida. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report, and accordingly, express no opinion thereon.

KPMG LLP

February 16, 2001



City of Miami Beach

This page intentionally left blank

CITY OF MIAMI BEACH, FLORIDA  
COMBINED BALANCE SHEET  
ALL FUND TYPES, ACCOUNT GROUPS  
AND DISCRETELY PRESENTED COMPONENT UNITS  
September 30, 2000

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type	Account Groups			Totals Primary Government (Memorandum Only)	Component Units	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service		Trust and Agency	General Fixed Assets	General Long-Term Obligations			
Assets and Other Debits													
Assets:													
Cash and investments	\$ 22,430,585	\$ 30,792,686	\$ 11,743,861	\$ 68,653,619	\$ 24,798,415	\$ 12,561,392	\$ 799,853,750	\$	\$	\$	\$ 970,834,308	\$ 1,555,729	\$ 972,390,037
Cash with fiscal agent						100,000					100,000		100,000
Receivables:													
Accounts (net of allowance for uncollectibles)	4,062,613	1,551,284	74,931	699,595	7,507,746	18,423	600,178				14,514,770	327,850	14,842,620
Accrued interest	2,181,590		41,197	21,330	527,296		3,789,909				6,561,322		6,561,322
Notes		166,086		87,800							253,886		253,886
Delinquent taxes	415,350		84,060								499,410		499,410
Due from other funds	2,438,287	413,439			90,000	10,571					2,952,297		2,952,297
Due from other governments		434,992		12,769							447,761		447,761
Inventories (at cost)		321,912		125,652	1,609,562	289,763					2,346,889		2,346,889
Prepaid and deferred expenditures/expenses		41,308			3,286,966	530,048					3,860,322		3,860,322
Restricted assets:													
Cash and investments					126,162,770	9,765,219					135,917,989		135,917,989
Fixed assets (net, where applicable, of accumulated depreciation) -					261,841,846	13,497,512		301,179,992			576,519,350		576,519,350
Other Debits:													
Amount available for payment of debt									11,612,658		11,612,658		11,612,658
Amount to be provided for retirement of general long-term obligations									269,416,897		269,416,897		269,416,897
Total assets and other debits	\$ 31,528,425	\$ 33,721,707	\$ 11,944,049	\$ 69,600,765	\$ 425,826,601	\$ 36,762,928	\$ 804,243,637	\$ 301,179,992	\$ 281,029,555	\$ 1,995,837,859	\$ 1,883,579	\$ 1,997,721,438	
Liabilities, equity and other credits													
Liabilities:													
Accounts payable	\$ 1,023,165	\$ 1,819,186	\$ 2,292	\$ 167,817	\$ 3,649,154	\$ 536,952	\$ 4,268,561	\$	\$	\$	\$ 11,467,127	\$ 3,231	\$ 11,470,358
Accrued expenditures/expenses	1,247,996	710,377	221,412		1,076,990	75,007	2,267				3,336,049		3,336,049
Current maturities of revenue bonds payable and obligations under capital leases					3,575,112						3,575,112		3,575,112
Payable from restricted assets:													
Pending insurance claims						5,305,000					5,305,000		5,305,000
Insurance claims incurred but not reported						8,027,000					8,027,000		8,027,000
Customer deposits					6,548,711						6,548,711		6,548,711
Trust deposits							2,561,558				2,561,558		2,561,558
Due to other funds	5,146	2,902,486			44,685						2,952,297		2,952,297
Due to other governments		578			95,785						96,363		96,363
Deferred revenues	2,566,465		107,687		682,274						3,356,426		3,356,426
Accrued compensated absences													
Obligations under capital leases					671,575	576,869			9,197,076		10,445,540		10,445,540
General obligation bonds payable					1,320,466				27,535,000		1,320,466		1,320,466
Special obligation bonds					126,639,924				230,760,000		27,535,000		27,535,000
Other long-term obligations									13,537,479		357,399,924		357,399,924
											13,537,479		13,537,479
Total liabilities	4,842,772	5,432,627	331,391	167,817	144,306,656	14,520,848	6,832,386		281,029,555	\$ 457,464,052	3,231	\$ 457,467,283	

(continued)

CITY OF MIAMI BEACH, FLORIDA  
COMBINED BALANCE SHEET  
ALL FUND TYPES, ACCOUNT GROUPS  
AND DISCRETELY PRESENTED COMPONENT UNITS  
September 30, 2000  
(continued)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Type		Account Groups		Totals Primary Government (Memorandum Only)	Component Units	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations			
Equity and other credits:												
Contributed capital:												
Investments in general fixed assets												
Retained earnings:												
Reserved per revenue bond indentures												
Unreserved												
Fund balances:												
Reserved for encumbrances	2,177,324	1,660,394		5,104,712		15,215,267	284,290					
Reserved for employees' pension benefits					594,237							
Reserved for debt service			11,612,658		103,814,996							
Reserved for inventories												
Reserved for notes receivables		166,086		125,652								
Reserved for prepaid		41,308		87,800								
Reserved for capital improvements				64,114,784								
Unreserved:												
Designated for contingencies	13,267,887											
Undesignated	11,240,442	26,421,292					1,882,047					
Total retained earnings/fund balances	26,685,653	28,289,080	11,612,658	69,432,948	104,399,233	15,215,267	797,411,451					
Total equity and other credits	26,685,653	28,289,080	11,612,658	69,432,948	281,519,945	22,242,080	797,411,451	301,179,992		1,053,046,290	1,880,348	1,054,926,638
Total liabilities, equity and other credits	31,528,425	33,721,707	11,944,049	69,600,765	425,826,801	36,762,928	804,243,837	301,179,992	281,029,655	1,995,837,859	1,883,579	1,997,721,438

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES - ALL GOVERNMENTAL FUND TYPES, SIMILAR TRUST FUNDS**  
**AND DISCRETELY PRESENTED COMPONENT UNITS**  
**For the Fiscal Year Ended September 30, 2000**

	Governmental Fund Types				Fiduciary Fund Type		Totals Primary Government		Component Units	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trusts	(Memorandum Only)				
<b>Revenues:</b>										
Property taxes	\$ 55,371,895	\$	\$ 8,863,759	\$	\$	\$ 64,235,654	\$	\$	\$	\$ 64,235,654
Franchise fees	6,440,426					6,440,426				6,440,426
Utility taxes	11,234,997					11,234,997				11,234,997
Licenses and permits	8,425,325					8,425,325				8,425,325
Intergovernmental revenues	9,773,041	23,771,387		1,081,313		34,625,741	960,033			35,585,774
Sales and charges for services	1,415,673	5,838,849			799,626	8,054,148	565,342			8,619,490
Special assessments			1,934,044			1,934,044				1,934,044
Rents and leases	1,272,651					1,272,651				1,272,651
Interest income	5,093,243	1,492,854	449,613	1,952,135	91,373	9,079,218				9,079,218
Fines and forfeitures	1,556,047				1,690,740	3,246,787				3,246,787
Resort taxes		22,144,229				22,144,229				22,144,229
Administrative fees	7,572,896		93,071	85,166	171,068	7,572,896	325,588			7,572,896
Other	3,660,901	1,631,447				5,641,653				5,967,241
<b>Total revenues</b>	<b>111,817,095</b>	<b>54,878,766</b>	<b>11,340,487</b>	<b>3,118,614</b>	<b>2,752,807</b>	<b>183,907,769</b>	<b>1,850,963</b>			<b>185,758,732</b>
<b>Expenditures:</b>										
Current:										
General government	18,994,075	2,960,340				21,954,415				21,954,415
Public safety	65,727,982	1,463,178			1,957,139	69,148,299				69,148,299
Physical environment	1,601,273	202,750				1,804,023				1,804,023
Transportation	2,127,408	3,602,658				5,730,066				5,730,066
Economic environment	8,939,672	10,982,837				19,922,509				19,922,509
Human services	384,107	1,386,609				1,770,716		192		1,770,908
Culture and recreation	12,467,137	8,080,756		8,420,864	669,911	21,217,804	646,995			21,864,799
Capital outlay						8,420,864				8,420,864
Debt service:										
Principal retirement			13,070,000			13,070,000				13,070,000
Interest and fiscal charges			15,597,593	30,000		15,627,593				15,627,593
<b>Total expenditures</b>	<b>110,241,654</b>	<b>28,679,128</b>	<b>28,667,593</b>	<b>8,450,864</b>	<b>2,627,050</b>	<b>178,666,289</b>	<b>647,187</b>			<b>179,313,476</b>
Excess (deficiency) of revenues over (under) expenditures	1,575,441	26,199,638	(17,327,106)	(5,332,250)	125,757	5,241,480	1,203,776			6,445,256
Other financing sources (uses):										
Proceeds of debt issuance				30,000,000		30,000,000				30,000,000
Operating transfers in	10,018,697	5,972,152	18,680,661	1,490,270		36,161,780				36,161,780
Operating transfers out	(6,231,840)	(25,577,345)	(395,129)	(2,953,569)		(35,147,883)				(35,147,883)
<b>Total other financing sources (uses)</b>	<b>3,786,857</b>	<b>(19,605,193)</b>	<b>18,295,532</b>	<b>28,536,701</b>		<b>31,013,897</b>				<b>31,013,897</b>

(continued)

CITY OF MIAMI BEACH, FLORIDA  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - ALL GOVERNMENTAL FUND TYPES, SIMILAR TRUST FUNDS  
 AND DISCRETELY PRESENTED COMPONENT UNITS**  
 For the Fiscal Year Ended September 30, 2000  
 (continued)

	Governmental Fund Types			Fiduciary Fund Type		Totals Primary Government (Memorandum Only)	Component Units	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trusts			
Total other financing sources (uses)								
Balance brought forward	\$ 3,786,857	\$ (19,605,193)	\$ 18,295,532	\$ 28,536,701	\$	\$ 31,013,897	\$	\$ 31,013,897
Excess of revenues and other financing sources over expenditures and other financing uses	5,362,298	6,594,445	968,426	23,204,451	125,757	36,255,377	1,203,776	37,459,153
Fund balances at beginning of year	21,323,355	21,694,635	10,644,232	46,228,497	2,040,580	101,931,299	676,572	102,607,871
Fund balances at end of year	\$ 26,685,653	\$ 28,289,080	\$ 11,612,658	\$ 69,432,948	\$ 2,166,337	\$ 138,186,676	\$ 1,880,348	\$ 140,067,024

See notes to financial statements



**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF REVENUES AND EXPENDITURES**  
**BUDGET AND ACTUAL - BUDGETARY BASIS**  
**GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS**  
**For the Fiscal Year Ended September 30, 2000**

	General Fund		Special Revenue Funds		Debt Service Funds	
	Budget	Actual	Budget	Actual	Budget	Actual
<b>Revenues:</b>						
Property taxes	\$ 55,682,114	\$ 55,371,895	\$ (310,219)	\$ (310,219)	\$ 8,862,678	\$ 8,863,759
Franchise fees	6,742,000	6,440,426	(301,574)	(301,574)		
Utility taxes	11,183,900	11,234,997	51,097	51,097		
Licenses and permit fees	8,055,700	8,425,325	369,625	369,625		
Resort taxes						
Intergovernmental	9,166,753	9,773,041	606,288	606,288		
Charges for services	1,701,580	1,415,673	(285,907)	(285,907)		
Rents and leases	922,335	1,272,651	350,316	350,316		
Contributions from other funds						
Interest income	4,272,000	5,093,243	821,243	821,243	1,877,500	(1,877,500)
Fines and forfeitures	1,186,000	1,556,047	370,047	370,047	356,788	89,226
Administrative fees	7,567,896	7,572,896	5,000	5,000		
Other	6,155,058	3,680,901	(2,494,157)	(2,494,157)	1,300,000	(1,206,929)
Total revenues	112,635,336	111,817,095	(818,241)	(818,241)	12,396,966	(2,994,122)
<b>Expenditures:</b>						
Current:						
General government	21,468,183	19,319,470	2,148,713	2,148,713		
Public safety	67,998,126	66,444,682	1,553,444	1,553,444		
Physical environment	1,621,382	1,608,250	13,132	13,132		
Transportation	2,483,553	2,210,766	272,787	272,787		
Economic environment	8,933,467	8,942,497	(9,030)	(9,030)		
Human services	422,748	384,353	38,395	38,395		
Culture and recreation	13,519,251	13,508,960	10,291	10,291		
Debt service:						
Principal retirement						
Interest and fiscal charges						
Total expenditures	116,446,710	112,418,978	4,027,732	4,027,732	20,113,590	18,778,691
Excess (deficiency) of revenues over (under) expenditures	(3,811,374)	(601,883)	3,209,491	3,209,491	(7,716,624)	(9,375,847)
Other financing sources (uses):						
Operating transfers in	9,608,214	10,018,697	410,483	410,483		
Operating transfers out	(5,796,840)	(6,231,840)	(435,000)	(435,000)	7,716,624	9,227,034
Total other financing sources (uses)	3,811,374	3,786,857	(24,517)	(24,517)	7,716,624	9,227,034
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$	\$ 3,184,974	\$ 3,184,974	\$ 3,184,974	\$	\$ (148,813)

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN**  
**RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES**

**For the Fiscal Year Ended September 30, 2000**

	Proprietary Fund Types		Totals
	Enterprise	Internal Service	(Memorandum Only)
<b>Operating revenues:</b>			
Charges for services	\$ 69,677,035	\$ 25,312,507	\$ 94,989,542
Miscellaneous revenues	10,435,324	1,529,476	11,964,800
Total operating revenues	80,112,359	26,841,983	106,954,342
<b>Operating expenses:</b>			
Personal services	12,636,246	4,246,544	16,882,790
Operating supplies	2,172,459	2,258,351	4,430,810
Contractual services	32,663,355	5,862,701	38,526,056
Utilities	2,252,460	1,125,003	3,377,463
Internal charges	4,394,086	1,279,277	5,673,363
Depreciation	6,039,489	4,438,437	10,477,926
Administrative fees	6,294,896	846,094	7,140,990
Insurance	109,788	857,168	966,956
Amortization	267,105		267,105
Claims and judgements		28,154	28,154
Other	1,296,529	1,114,527	2,411,056
Total operating expenses	68,126,413	22,056,256	90,182,669
Operating income	11,985,946	4,785,727	16,771,673
<b>Non-operating revenues (expenses):</b>			
Interest income	3,494,991	1,037,352	4,532,343
Interest expense and fiscal charges	(2,367,204)		(2,367,204)
Disposal of assets	(60,208)	46,670	(13,538)
Total non-operating revenues (expenses)	1,067,579	1,084,022	2,151,601
Income before operating transfers	13,053,525	5,869,749	18,923,274
Operating transfers in	381,542		381,542
Operating transfers out	(1,325,967)	(69,472)	(1,395,439)
Net operating transfers	(944,425)	(69,472)	(1,013,897)
Net income	12,109,100	5,800,277	17,909,377
Add: Depreciation on contributed capital	3,575,707	2,495,724	6,071,431
Retained earnings at beginning of year	88,714,426	6,919,266	95,633,692
Retained earnings at end of year	\$ 104,399,233	\$ 15,215,267	\$ 119,614,500

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA  
COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS  
ALL PENSION TRUST FUNDS**

**For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)**

	2000	1999
Additions:		
Contributions -		
Employer	\$ 666,897	\$ 3,658,312
Employee	6,341,509	5,969,818
Transfers from other systems	66,495	15,164
Other	11,939	16,385
Total contributions	7,086,840	9,659,679
Investment income -		
Net appreciation in fair value of investments	53,689,548	61,107,588
Interest income	22,199,835	21,968,827
Dividends	4,178,647	4,279,731
	80,068,030	87,356,146
Investment management expenses	(2,095,613)	(1,885,206)
Deferred retirement option plan participants' earnings	(184,027)	
Net investment income	77,788,390	85,470,940
Expense reimbursement by City of Miami Beach		1,031,243
Total additions	84,875,230	96,161,862
Deductions:		
Benefit paid	35,771,165	30,822,616
Contributions refunded	346,700	562,572
Transfers to other systems	122,757	15,164
Administrative expenses	957,980	975,423
Total deductions	37,198,602	32,375,775
Net increase	47,676,628	63,786,087
Net assets held in trust for pension benefits - beginning of year	747,568,486	683,782,399
Net assets held in trust for pension benefits - end of year	\$ 795,245,114	\$ 747,568,486

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF CASH FLOWS-ALL PROPRIETARY FUND TYPES**

**For the Fiscal Year Ended September 30, 2000**

	Enterprise	Internal Service	Totals (Memorandum Only)
Cash flows from operating activities:			
Cash received from customers	\$ 66,239,226	\$ 25,318,403	\$ 91,557,629
Cash paid to suppliers	(49,352,580)	(13,242,741)	(62,595,321)
Cash paid to employees	(13,080,189)	(4,346,950)	(17,427,139)
Cash paid for claims and judgements		(3,292,154)	(3,292,154)
Miscellaneous revenues	10,435,324	1,587,482	12,022,806
Net cash provided by operating activities	14,241,781	6,024,040	20,265,821
Cash flows for non-capital financing activities:			
Repayment of interfund advances	(260,000)		(260,000)
Transfers in	381,542		381,542
Transfers out	(1,325,967)	(69,472)	(1,395,439)
Net cash used in non-capital financing activities	(1,204,425)	(69,472)	(1,273,897)
Cash flows from capital and related financial activities:			
Proceeds of debt issuance	53,721,264		53,721,264
Interest and fiscal charges	(2,377,962)		(2,377,962)
Bond payments-principal	(2,900,000)		(2,900,000)
Capital lease payments	(491,185)		(491,185)
Capital contributions	632,980		632,980
Purchase of fixed assets	(17,308,843)	(2,669,140)	(19,977,983)
Proceeds from sale of fixed assets	18,950	82,354	101,304
Net cash provided by (used in) capital and related financing activities	31,295,204	(2,586,786)	28,708,418
Cash flows from investing activities:			
Interest on investments	3,314,309	1,037,352	4,351,661
Net cash provided by investing activities	3,314,309	1,037,352	4,351,661
Net increase in cash and investments	47,646,869	4,405,134	52,052,003
Cash and investments - beginning of year	103,314,316	18,011,477	121,325,793
Cash and investments - end of year	\$ 150,961,185	\$ 22,416,611	\$ 173,377,796
Classified as:			
Current assets	\$ 24,798,415	\$ 12,661,392	\$ 37,459,807
Restricted assets	126,162,770	9,755,219	135,917,989
Total cash and investments	\$ 150,961,185	\$ 22,416,611	\$ 173,377,796
Non-cash transactions affecting financial position:			
Capital contributions of fixed assets	\$ 8,337,319	\$ 1,890,899	\$ 10,228,218

(continued)

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF CASH FLOWS-ALL PROPRIETARY FUND TYPES**  
**RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY**  
**OPERATING ACTIVITIES**

For the Fiscal Year Ended September 30, 2000  
(continued)

	Enterprise	Internal Service	Totals (Memorandum Only)
Operating income	\$ 11,985,946	\$ 4,785,727	\$ 16,771,673
Adjustments to reconcile net operating income to cash provided by operating activities:			
Depreciation and amortization	6,306,594	4,438,437	10,745,031
Provision for uncollectible accounts	1,139,055	794	1,139,849
Changes in assets and liabilities:			
(Increase) decrease in inventories	(197,107)	12,104	(185,003)
(Increase) decrease in accounts receivable	(3,486,387)	64,140	(3,422,247)
(Increase) decrease in due from other funds	160,000	(238)	159,762
Increase in prepaid expense	(732,668)	(212,275)	(944,943)
Increase in accounts payable	1,210,085	299,757	1,509,842
Decrease in accrued expenses	(2,522,286)	(132,292)	(2,654,578)
Decrease in pending insurance claims		(56,000)	(56,000)
Increase in insurance claims incurred but not reported		(3,208,000)	(3,208,000)
Increase in deposits	805,158		805,158
Increase in due to other governments	46,475		46,475
Decrease in due to other funds	(586,845)		(586,845)
Increase in deferred revenues	140,639		140,639
(Decrease) increase in accrued compensated absences	(26,878)	31,886	5,008
Total adjustments	2,255,835	1,238,313	3,494,148
Net cash provided by operating activities	\$ 14,241,781	\$ 6,024,040	\$ 20,265,821

See notes to financial statements

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED BALANCE SHEET - DISCRETELY PRESENTED COMPONENT UNITS**

**September 30, 2000**

	Miami Beach Visitor and Convention Authority	Miami Beach Health Facilities Authority	Total
<b><u>Assets</u></b>			
Cash and investments	\$ 886,213	\$ 669,516	\$ 1,555,729
Accounts receivable	117,168	210,682	327,850
Total assets	<u>\$ 1,003,381</u>	<u>\$ 880,198</u>	<u>\$ 1,883,579</u>
<b><u>Liabilities and fund balances</u></b>			
Liabilities:			
Accounts payable	\$ 3,231	\$	\$ 3,231
Total liabilities	<u>3,231</u>		<u>3,231</u>
Fund balances:			
Designated for contingencies	50,000		50,000
Undesignated	950,150	880,198	1,830,348
Total fund balances	<u>1,000,150</u>	<u>880,198</u>	<u>1,880,348</u>
Total liabilities and fund balances	<u>\$ 1,003,381</u>	<u>\$ 880,198</u>	<u>\$ 1,883,579</u>

*See notes to financial statements*

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - DISCRETELY PRESENTED COMPONENT UNITS**

**For the Fiscal Year Ended September 30, 2000**

	Miami Beach Visitor and Convention Authority	Miami Beach Health Facilities Authority	Total
<b>Revenues:</b>			
Intergovernmental revenues	\$ 960,033	\$	\$ 960,033
Sales and charges for services		565,342	565,342
Other	323,435	2,153	325,588
Total revenues	<u>1,283,468</u>	<u>567,495</u>	<u>1,850,963</u>
<b>Expenditures:</b>			
Current:			
Human services		192	192
Culture and recreation	646,995		646,995
Total expenditures	<u>646,995</u>	<u>192</u>	<u>647,187</u>
Excess of revenues over expenditures	636,473	567,303	1,203,776
Fund balances - beginning of year	<u>363,677</u>	<u>312,895</u>	<u>676,572</u>
Fund balances - end of year	<u>\$ 1,000,150</u>	<u>\$ 880,198</u>	<u>\$ 1,880,348</u>

*See notes to financial statements*

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000**

1. Summary of Significant Accounting Policies

The City of Miami Beach, Florida (the "City") records its transactions in the various individual funds and account groups to comply with the limitations and restrictions placed both on the resources made available to the City and the services provided. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The City was incorporated as a municipal corporation on March 26, 1915 and was created by the Florida Legislature, Chapter 7672, Laws of Florida (1917). The City is governed by an elected mayor and six member commission. The City operates under a Commission-Manager form of government.

In accordance with Governmental Accounting Standards Board (GASB) pronouncements, the City's financial statements include all funds, account groups, departments, agencies, boards, and other organizations over which City officials are considered to be financially accountable.

Financial accountability includes such aspects as appointment of governing body members, budget review, approval of property tax levies, outstanding debt secured by the full faith credit of the City or its revenue stream, and responsibility for funding deficits.

As a result of applying the entity definition criteria of the GASB, certain organizations have been included or excluded from the City's financial statements.

The following are blended and discretely presented component units included in the City's financial statements.

i. Miami Beach Redevelopment Agency

The Miami Beach Redevelopment Agency (the "Agency") was created under the Community Redevelopment Act of 1969, enacted by the Florida Legislature. The Agency's Board of Directors is the City Commission. The Agency's executive director is the City Manager. The Agency's budget is adopted by its directors and approximately 50% of the Agency's operating revenue is derived from the City's tax increment contributions. The Agency is accounted for as a blended component unit in the City's financial statements.

ii. Miami Beach Health Facilities Authority

The Miami Beach Health Facilities Authority (the "Authority") was created under the Health Facilities Authorities Law, Chapter 154, Part III of the Florida Statutes. The Authority is appointed by the City Commission, serves a four-year term and is subject to reappointment. The revenue of the Authority is derived from fees generated from the sale of bonds to finance health facilities within Miami Beach. The City receives all funds of the Authority in excess of operational needs of the Authority. Debt issued under the oversight of the Authority is not debt of the City or the Authority and therefore is not included in the accompanying financial statements. The Authority is accounted for as a discretely presented component unit in the City's financial statements. The Authority accounts for its financial activities using only the general fund.



**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

iii. Miami Beach Visitor and Convention Authority

The Miami Beach Visitor and Convention Authority (the "VCA") was created under Chapter 67-930, Section 8, of the Florida Statutes. The VCA is appointed by the City Commission to administer a portion of the collections of the municipal resort tax in order to promote tourism and convention business. Operating costs of the VCA are paid by the City. The VCA is accounted for as a discretely presented component unit in the City's financial statements.

iv. Miami Beach Neighborhood Improvement District #1

The Miami Beach Neighborhood Improvement District No. 1 (the "NID#1") was created under Chapter 87-243, Section 55-73, of the Florida Statutes. The NID#1's Board of Directors is the City Commission. The NID#1's operating revenues are derived from grants, ad valorem taxes, or special assessments. NID#1 had no financial activity during fiscal year 2000.

v. Miami Beach Neighborhood Improvement District #2

The Miami Beach Neighborhood Improvement District No. 2 (the "NID#2") was created under Chapter 87-243, Section 55-73, of the Florida Statutes. The NID#2's Board of Directors is the City Commission. The NID#2's operating revenues are derived from grants, ad valorem taxes, or special assessments. NID#2 had no financial activity during fiscal year 2000.

vi. Miami Beach Neighborhood Improvement District #3

The Miami Beach Neighborhood Improvement District No. 3 (the "NID#3") was created under Chapter 87-243, Section 55-73, of the Florida Statutes. The NID#3's Board of Directors is the City Commission. The NID#3's operating revenues are derived from grants, ad valorem taxes, or special assessments. NID#3 had no financial activity during fiscal year 2000.

vii. Normandy Shores Local Government Neighborhood Improvement District

The Miami Beach Normandy Shores Local Government Neighborhood Improvement District (the "NSNID") was created under Chapter 163.506, of the Florida Statutes. The NSNID's Board of Directors is the City Commission. The NSNID's revenues are derived from ad valorem taxes. The NSNID is accounted for as a blended component unit in the City's Special Revenue Funds financial statements under the column entitled, "Special Districts and Services Fund".

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

Complete financial statements for the component units may be obtained at the entity's offices:

Miami Beach Redevelopment Agency  
1700 Convention Center Drive  
Miami Beach, Florida 33139

Miami Beach Health Facilities Authority  
1700 Convention Center Drive  
Miami Beach, Florida 33139

Miami Beach Visitor and Convention Authority  
555 Hank Meyer Boulevard  
Miami Beach, Florida 33139

Miami Beach Neighborhood  
Improvement District #1, #2, & #3  
1700 Convention Center Drive  
Miami Beach, Florida 33139

Normandy Shores Local  
Government Neighborhood  
Improvement District  
1700 Convention Center Drive  
Miami Beach, Florida 33139

**B. Basis of Presentation and Measurement Focus**

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, expenditures, or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into three broad fund categories composed of seven generic funds plus two account groups. These broad fund categories are:

**i. Governmental Fund Types**

Governmental Fund Types are accounted for on a current financial resources measurement focus. Only current assets and current liabilities are generally included on their balance sheet. Their operating statements present sources (revenues and other financing sources) and uses (expenditures and other financing uses) of available spendable resources during the period. The generic funds in this category are: (a) General, (b) Special Revenue, (c) Debt Service, and (d) Capital Projects.

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

ii. Proprietary Fund Types

Proprietary Funds are accounted for on an economic resources measurement focus. The government applies all applicable FASB pronouncements issued on or before November 30, 1989 in accounting and reporting for its proprietary operations. In accordance with Government Accounting Standards, the City has elected not to apply FASB pronouncements issued after that date to its proprietary operations. All assets and all liabilities (whether current or non-current) associated with their activity are included on their Balance Sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund measurement focus is on determination of net income, financial position, and changes in cash flows. The generic funds in this category are Enterprise and Internal Service Funds.

iii. Fiduciary Fund Types

Fiduciary Fund Types account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other Governments and other funds. These include Expendable Trusts, Pension Trusts and Agency Funds. Expendable Trust Funds are accounted for in essentially the same manner as Governmental Fund Types. Pension Trust Funds are accounted for in essentially the same manner as Proprietary Fund Types. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

iv. Account Groups

The two account groups in this financial report are used to provide accounting control and accountability for the City's General Fixed Assets and General Long-Term Obligations Group. These two account groups are:

a. General Fixed Assets

This account group is established to account for all fixed assets of the City, other than those accounted for in the Proprietary Funds.

b. General Long-Term Obligations

This account group is established to account for all Long-Term obligations of the City other than those accounted for in the Proprietary Funds.

C. Basis of Accounting

The accrual basis of accounting is used for all funds except for the Governmental Fund types, Expendable Trust Funds and Agency Funds which use the modified accrual basis of accounting. Modifications from the accrual basis to present the modified accrual basis are as follows:

- i. Revenues are recognized when they become both measurable and available to finance expenditures of the current period. Property taxes and intergovernmental revenues are the significant revenue sources considered susceptible to accrual;
- ii. Purchases of capital assets providing future benefits are considered expenditures and are accounted for in the General Fixed Assets account group. Appropriations for capital projects are carried forward until such time as the project is completed or terminated;

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

- iii. Interest on General Long-Term Indebtedness is not accrued but is recorded as an expenditure on its due date; and
- iv. Outstanding encumbrances at year end are excluded from current year expenditures and reported as reservations of fund equity.

**D. Budgetary Data**

At least 45 days prior to the close of the fiscal year, the City Commission is presented with a proposed budget. The proposed budget includes anticipated expenditures and the means of financing them. After Commission review and public hearings, the budget is adopted prior to October 1st. Budgets are approved on a fund by fund basis and management may transfer amounts between line items or departments as long as the transfer does not result in an increase in total fund budget. The budget presented is the final adopted budget which has been amended during the year.

Budgets are considered a management control and planning tool and as such are incorporated into the accounting system of the City. Budgets are adopted on the modified accrual basis of accounting with the inclusion of encumbrances as reductions in the budgetary amount available (Budgetary Basis). Appropriations not encumbered lapse at year end. Outstanding encumbrances at year end are reported as a reservation of fund equity.

The Statement of Revenues and Expenditures, Budget and Actual is presented for the funds which have legally adopted annual budgets. Funds and Grants that have multi-year project budgets are not presented in that statement.

There were two supplemental budgetary appropriations during fiscal year ended September 30, 2000.

For the year ended September 30, 2000, expenditures exceeded appropriations in the Miami Beach Redevelopment Agency Debt Service Fund by \$264,136. This over expenditure was funded by available fund balance.

**E. Cash and Investments**

The City maintains an accounting system in which substantially all cash and investments are recorded in a separate group of accounts. All such cash and investments are reflected as pooled cash and investments. Cash and investments consist of demand deposits with banks, United States Treasury Obligations, State or Municipal obligations, Commercial Paper, Money Market Funds, and Repurchase Agreements.

All investments are stated at cost which approximates fair value. Interest income is allocated based upon the approximate proportionate balances of each fund's equity in pooled cash and investments.

The cash and investments for the retirement system are maintained in separate cash and investment balances. The retirement system investments are held in United States Treasury Obligations, loans guaranteed by Government agencies, General Obligation or Revenue Bonds issued by States and Municipalities, dividend paying stocks of domestic corporations, bonds, notes or other interest bearing obligations of domestic corporations, and shares and accounts of savings and loan associations. The investments are stated at fair value as determined by closing market prices at the end of the fiscal year.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

For the purpose of the Statement of Cash Flows for the Proprietary Fund Types, cash and investments mean short term, highly liquid investments with an original maturity of three months or less.

In addition, GASB Statement 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", requires disclosure of investments at fair value and recognition of unrealized gain or losses, if material, for investments with remaining maturities of more than one year at the time of purchase. Investments with remaining maturities of one year or less at the time of purchase are recorded at amortized cost. The City calculated the unrealized gain or loss for investments with remaining maturities of more than one year at the time of purchase and determined that the amount of net unrealized loss is immaterial for the fiscal year ended September 30, 2000. Thus, the City records all investments, except retirement system investments, at cost.

**F. Receivables**

Following are the significant components of the receivables due to the City at September 30, 2000:

- i. Water, Sewer and Waste Fees - This amount represents the unpaid, billed charges for various fines and municipal services;
- ii. Fines and Assessments - This amount represents the unpaid, billed charges for various fines and assessments levied for violations of various City code provisions;
- iii. Notes Receivable - This amount represents amounts due as evidenced by loan agreements from two special revenue and one capital projects fund to outside entities;
- iv. Delinquent Taxes Receivable - This amount represents the amount of levied but uncollected delinquent property taxes outstanding at September 30, 2000;
- v. Accrued Interest Receivable - This amount represents the interest earned but not collected on City investments at year end; and

**G. Due From and Due To Other Funds**

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets and service debt. To the extent that certain transactions between funds have not been paid or received as of September 30, balances of interfund amounts receivable or payable have been reflected. All amounts receivable from or payable to other funds are to be settled with expendable, available financial resources.

**H. Inventories**

Inventories are stated at cost. Cost is determined principally by the average cost method, which approximates the first-in, first-out method. Inventories are accounted for on the consumption basis. Fund balance has been reserved for the amount of inventories since they are not available for appropriation and expenditure as of September 30, 2000.

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

**I. Fixed Assets**

**i. General Fixed Asset Account Group**

The General Fixed Assets Account Group provides physical and dollar value accountability. Depreciation of General Fixed Assets is not recognized in the City's accounting system. The costs of purchasing or constructing by the various Governmental and Fiduciary funds are recorded as expenditures in those funds. These expenditures are capitalized in the general fixed assets account group at historical cost. Gifts or contributions of property received are recorded at their estimated fair market value at the time of receipt by the City. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs, gutters, streets and sidewalks, drainage systems and lighting systems are capitalized along with other general fixed assets. Interest costs on bond funds are capitalized into construction work in progress.

**ii. Proprietary Funds**

The fixed assets recorded in these funds are recorded at historical cost or at valuations which approximate cost. Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	30-60 years
Improvements	10-60 years
Equipment	2-20 years

**J. Deferred Revenue**

These amounts offset the balance of delinquent property taxes not collected within 45 days of year end and City billings for fines and assessments at September 30. Such amounts do not meet the revenue recognition criteria since they are measurable but not available.

**K. Accrued Compensated Absences**

The City accounts for compensated absences by accruing a liability for employees' compensation for future absences according to the guidelines of Governmental Accounting Standards Board (GASB) Statement No. 16, "Accounting for Compensated Absences".

The City's vacation and sick leave policies grant a specific number of days of vacation and sick leave with pay. In addition, these policies provide for paying a regular employee after a six-month probationary period for accumulated, unused vacation and sick leave upon termination up to a maximum of 2,088 hours. For certain employees, sick pay to be paid upon termination is limited to a maximum of one half of the amount accumulated. These hours are payable at the employee's current pay rate. The liability for this obligation is recorded in the General Long-Term Obligations account group since the nature of the liability will not require the use of available resources.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

**L. Long-Term Debt**

Long-Term debt obligations, either General Obligation or Revenue Bonds, used to finance proprietary fund operations and payable from revenue of the proprietary funds are recorded in the applicable fund. General Obligation Bonds and other forms of Long-Term debt supported by general revenues are obligations of the City as a whole and not its individual constituent funds. Accordingly, such unmatured obligations of the City are accounted for in the General Long-Term Obligations Account Group.

**M. Fund Balances**

- i. Reserved Fund Balance - A fund balance reservation indicates that this portion of fund equity has been segregated for specific or legal purposes or is not otherwise available for appropriation;
- ii. Designated Fund Balance - A fund balance designation indicates that this portion of fund equity has been segregated based on tentative plans of the City; and
- iii. Undesignated Fund Balance - This portion of fund equity is available for any lawful use by the City.

**N. Property Taxes**

Property values are assessed (levied) at fair market value (100%) by the Miami-Dade County Property Assessor as of January 1 of each year, at which time taxes become an enforceable lien on property. State of Florida Amendment #10 to the Florida Constitution known as "Save our Homes" limits assessment increases on homestead property to the lesser of 3% or the consumer price index. Tax bills are mailed in October and are payable upon receipt with discounts at the rate of 4% if paid in November, decreasing by 1% per month with no discount available if paid in the month of March. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of personal property taxes by seizure of the property or by the sale of the property or by the sale of interest bearing tax certificates to satisfy unpaid property taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

**O. Interfund Transfers**

Following is a description of the four basic types of interfund transactions made during the year and the related accounting policies:

- i. Transactions for service rendered or facilities provided are recorded as revenue in the receiving fund and expenditures, either as internal charges or administrative fees in the disbursing fund;
- ii. Transactions to reimburse a fund for expenditures made by it for the benefit of another fund are recorded as expenditures in the disbursing fund and as a reduction of expenditures in the receiving fund;
- iii. Transactions which are recurring annual transfers between two or more budgetary funds are recorded as transfers in and out; and

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

- iv. Transactions recording equity contributions between funds: the receiving fund records such transactions as transfers in and additions to fund balances or, in the case of proprietary funds to a contribution account. The disbursing fund records the transaction as a transfer out and a reduction of fund balance or, in the case of proprietary fund, as a reduction of equity.

**P. Encumbrances**

Encumbrance accounting, under which purchase order commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general and special revenue funds, capital project funds and expendable trust funds. Encumbrances outstanding at year-end are reported as reservations of fund balances, since they do not constitute expenditures or liabilities.

**Q. Total Columns on Combined Statements**

Total columns on the Combined Statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in aggregation of this data.

**R. Prepaid Expenditures/Expenses**

Expenditures made for services that will benefit periods beyond September 30, 2000 are recorded as prepaid items and accordingly a portion of fund balance has been reserved to indicate that these funds are not available for appropriation.

**S. Risk Management - Judgements and Claims**

The City is exposed to various risks of loss from civil liability to other parties (automobile liability, general liability, police professional liability, public official liability); statutory workers' compensation benefits for injured employees; and the theft or accidental damage to City property (buildings and business contents). The City established an internal service Self-Insurance Fund to account for and fund the above risks.

The Self-Insurance Internal Service Fund pays for all claims and judgements made against the City for accidental losses for which the City is self-insured. The Fund pays the premium costs for insurance policies to protect the City's ultimate self-insured exposures. All-Risk property insurance (exclusive of windstorm coverage) provides coverage for losses to City buildings above various deductible amounts. There were no settlements in excess of applicable insurance.

The Fund derives revenue from all City departments through an allocation formula and from investment income earned on reserved funds. The required funding levels of reserves and future needs is determined by an annual actuarial report produced by an external actuarial firm. The City funds and reserves on an "occurrence" basis, reserving for anticipated and known claims when they occur, regardless of the ultimate date of payment or disposition.



**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

The following are the changes in the funds' claims liability amount during fiscal year 2000 and 1999 respectively:

	<u>2000</u>	<u>1999</u>
Unpaid claims, beginning of year	\$ 16,596,000	\$ 13,935,000
Incurred claims (includes incurred but not reported claims)	973,000	7,047,000
Less: estimated claim payments	<u>4,237,000</u>	<u>4,386,000</u>
Unpaid claims, end of year	<u>\$ 13,332,000</u>	<u>\$ 16,596,000</u>

**T. Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's estimates.

**2. Cash and Investments**

All deposits are held in banking institutions approved by the State Treasurer of the State of Florida, to hold public funds. Under the Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", the State Treasurer requires all qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral equal to 50% to 125% of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, United States governmental and agency securities, state or municipality government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its compliance with Chapter 280, Florida Statutes. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, all cash and time deposits held by banks can be classified as category one credit risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements", which means they are fully insured or collateralized.

The City has adopted an ordinance designating the investments which are allowable for its cash management activities. The authorized investments include direct United States Treasury obligations, corporate bonds, state or municipal obligations, commercial paper and repurchase agreements. These investments are insured or collateralized by the financial institution and, are held in trust in the name of the City by an agent of the City. The City also has \$3,713,107 of FGIC Capital Market funds with a trustee which is not risk categorized as these investments are not evidenced by physical securities.

The City's cash management investments at year end (including restricted cash and cash with paying agent) are shown below:

	<u>Carrying Amount/ Fair Value</u>
U.S. Treasury obligations	\$ 5,523,877
U.S. government agencies	96,242,803
Commercial paper	14,483,492
Money market funds	20,408,914
Repurchase agreements	<u>61,687,684</u>
Total City cash management investments	198,346,770
City funds managed by others and cash	<u>113,401,405</u>
Total cash and investments	<u>\$ 311,748,175</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

The City has adopted ordinances which govern the investment of funds for all of the Employee's Retirement systems. These investments include United States Treasury obligations, loans guaranteed by government agencies, General Obligation or Revenue Bonds issued by states and municipalities, dividend paying stocks of domestic corporations, bonds, notes or other interest bearing obligations of domestic corporations, and shares and accounts of savings and loan associations.

As of September 30, 2000 and 1999, the level of credit risk of the Plan's investments is in Category 1 as defined by the Governmental Accounting Standards Board Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements", which includes investments that are insured or registered or securities held by the plan or its agent in the Plan's name. There are no investments, loans to or leases with parties related to the pension plan. There were no investments in any one company which individually exceeded 5% of the net assets available for plan benefits.

The investments of the Retirement Systems are presented below:

	Carrying Amount/ Fair Value
Common stock	\$ 523,863,624
Corporate bonds	172,163,574
Money market	1,236,602
U. S. government securities	76,591,322
Short-term debt	20,908,938
Cash	340,062
Total cash and investments	<u>\$ 795,104,122</u>

The Miami Beach Visitor's and Convention Authority and the Miami Beach Health Facilities Authority, discretely presented component units, deposits were entirely covered by Federal Depository Insurance, a collateral pool held by the State Treasurer for the benefit of all public deposits in Florida.

**3. Budgetary Statements**

The accompanying Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Fund Types presents comparisons of the legally adopted budget (more fully described in Note 1) with actual data on a budgetary basis. The City has not adopted budgets for all of its special revenue funds because most were under a multi-year budget, except for the Bass Museum and Resort Tax Revenue Funds. The City has adopted a budget for the General Obligation Debt Service Fund. Since accounting principles applied for the purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of timing and entity differences in the excess (deficiency) of revenues and other sources of financial resources over expenditures and other uses of financial resources for the year ended September 30, 2000 is presented below:

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>
Excess of revenues and other financing sources over expenditures and other financing uses (budgetary basis)	\$ 3,184,974	\$ 5,004,610	\$ (148,813)
Adjustments:			
To adjust for current year encumbrances	2,177,324	113,104	
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses related to non-budgeted funds	<u>                    </u>	<u>1,476,731</u>	<u>1,117,239</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses (GAAP basis)	<u>\$ 5,362,298</u>	<u>\$ 6,594,445</u>	<u>\$ 968,426</u>

**4. Fixed Assets**

A. The following are the changes in general fixed assets for the year ended September 30, 2000:

	<u>Balance 10/1/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 9/30/00</u>
Land	\$ 87,392,658	\$ 1,084,590	\$	\$ 88,477,248
Buildings	31,779,437			31,779,437
Permanent improvements	64,514,705	231,447		64,746,152
Furniture and fixtures	711,639	467,900	30,553	1,148,986
Equipment	2,907,763	852,601	128,487	3,631,877
Construction in progress	<u>110,987,866</u>	<u>9,531,695</u>	<u>9,123,269</u>	<u>111,396,292</u>
	<u>\$298,294,068</u>	<u>\$12,168,233</u>	<u>\$ 9,282,309</u>	<u>\$301,179,992</u>

B. A summary of the proprietary fund types' fixed assets at September 30, 2000, follows:

	<u>Balance 10/1/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 09/30/00</u>
Mains and lines	\$ 38,316,334	\$ 286,629	\$	\$ 38,602,963
Land	23,118,651			23,118,651
Buildings and structures	174,676,012	8,779,565	120,078	183,335,499
Meters and hydrants	10,641,464	540,356		11,181,820
Furniture, equipment and vehicles	56,156,937	5,556,865	5,342,900	56,370,902
Improvements other than buildings	<u>1,679,186</u>	<u>                    </u>	<u>                    </u>	<u>1,679,186</u>
	304,588,584	15,163,415	5,462,978	314,289,021
Less accumulated depreciation	<u>103,371,975</u>	<u>10,675,957</u>	<u>5,107,471</u>	<u>108,940,461</u>
	201,216,609	4,487,458	355,507	205,348,560
Construction in progress	<u>54,538,669</u>	<u>17,734,562</u>	<u>2,282,433</u>	<u>69,990,798</u>
Net property, plant and equipment	<u>\$255,755,278</u>	<u>\$22,222,020</u>	<u>\$ 2,637,940</u>	<u>\$275,339,358</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

5. Employee Retirement

A. Retirement System For General Employees

i. Plan Description

The Retirement System for General Employees is a Single Employer Defined Benefit Pension Plan that covers all civil service employees of the City except for Policemen and Firemen as established by City Ordinance #1901. This Plan covers 526 active employees and 947 retirees and beneficiaries as of the last actuarial report. The City's payroll for employees covered by the System for the year ended September 30, 2000, was \$19,960,350 out of \$74,601,724 total payroll cost for the City.

Generally, employee members of the System vest after 5 years. Members are eligible to retire at age 50 at a benefit of 3% of final average salary based on the highest two years salary for the first 15 years of service and 4% of final average salary thereafter to a maximum of 90%. However, certain employees who are members of the labor union "AFSCME" employed on or after April 30, 1993, employees in the classification of "Other" (non-unionized classified employees), employed on or after August 1, 1993, and employees who are members of the labor union "CWA" employed on or after February 21, 1994, vest after 10 years of service and are eligible to retire at age 60 with 10 years creditable service at a benefit level of 3% of their highest three years' average salary times years of service to a maximum of 80%. These benefit provisions and all other requirements are established by City Ordinance.

City employee members are required to contribute 10% of salary.

ii. Funding Policy, Contributions Required and Contributions Made

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Level percentage of payroll employer contribution rates are determined using the entry age actuarial cost method. The Plan also uses the level percentage of payroll method to amortize any unfunded actuarial accrued liability over a 15-year period.

Effective October 1, 1996, the asset valuation method was changed to the difference between actual investment return and expected return and will be recognized over 5 years.

Significant actuarial assumptions used include: (a) investment return of 8.5%; (b) 1983 Group Annuity Mortality Table; for those who have terminated employment before October 1, 1993, rates are based on the Plan's own experience; (c) for retirement, once a member is eligible to retire, a probability of retirement based on age is used (effective October 1, 1996); (d) projected salary increases of 6% per year compounded annually, attributable to inflation; (e) cost of living increases of 1.5% per year; and (f) projected inflation of 4% per year.

The contribution made to the Plan during the year ended September 30, 2000 was \$1,996,035 and was made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of October 1, 1998. The contributions were solely attributable to normal costs. For the year ended September 30, 2000, the employees contributed \$1,996,035 which represents 10%, of covered payroll.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

Significant policies, basis of accounting include: (a) actuarial cost method is entry age; (b) equivalent single amortization period is 32 years; (c) amortization method is level dollar method; (d) amortization period is 15 years; (e) actuarial asset valuation method is 5 years smoothed market; (f) actuarial assumptions: (1) investment rate of return 8.5%; (2) projected salary increases 6.0%; (3) inflation at 4.0%; (4) amortization period is open; and (5) cost of living adjustment 1.5%.

iii. Trend Information

Trend information indicates the progress made in accumulating sufficient assets to pay benefits when due. An analysis of funding progress for the fiscal year ended September 30, 2000, for the Retirement System for General Employees is as follows:

<u>Year Ended September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
1998	\$2,496,704	100%
1999	1,008,615	100
2000	0	0

iv. Funding Status and Progress

The following schedule describes the funding progress for the Retirement System for General Employees for the fiscal year ended September 30, 2000 (dollars in millions):

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) - Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b - a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL As % of Covered Payroll (b - a)/c</u>
10/1/97	\$ 192.1	\$ 177.5	\$ (14.6)	108.2%	\$ 19.4	(75.2)%
10/1/98	207.1	181.7	(25.4)	114.0	19.1	(132.8)
10/1/99	225.8	188.5	(37.3)	119.8	19.3	(192.4)

B. Retirement System For Non-Civil Service Employees

i. Plan Description

The Retirement System for Non-Civil Service Employees is a Single Employer Defined Benefit Pension Plan that covers all non-civil service employees of the City except for police and fire persons, as established by City Ordinance #88-2603. This Plan was established April 1, 1988 and covers 109 active employees and 137 retirees and beneficiaries, as of the last actuary report. The City's payroll for employees covered by the System for the year ended September 30, 2000 was \$6,501,730 out of \$74,601,724 total payroll cost of the City.

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

Employee members of the System prior to October 18, 1992 vest after 5 years. Members are eligible to retire at age 50 with 5 years creditable service at a benefit of 4% for years earned prior to October 18, 1992, and 3% for years thereafter times the final average salary, to a maximum of 80%. New employee members of the System on or after October 18, 1992 vest after 10 years. Members are eligible to retire at age 60 with 10 years creditable service at a benefit of 3% of final 3 years average salary times years of service to a maximum of 80%. These benefit provisions and all other requirements are established by City Ordinance.

City employee members are required to contribute 10% of salary.

ii. Funding Policy, Contributions Required and Contributions Made

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Level percentage of payroll employer contribution rates are determined using the entry age actuarial cost method. There is no unfunded actuarial accrued liability at October 1, 1999, as of the latest actuarial report.

Significant actuarial assumptions used in the latest actuarial report include: (a) investment return of 9.0%, net after administrative expenses; (b) 1983 Group Annuity Mortality Table for males and females (effective October 1, 1996); (c) for retirement, a probability of retirement based on age, once a member is eligible to retire, is used (effective October 1, 1996); (d) projected salary increases of 6.0% per year compounded annually; (e) cost of living increases of 1.5% per year compounded; and (f) projected inflation of 4% per year.

The contribution made to the Plan during the year ended September 30, 2000 was \$1,317,070 and was made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of October 1, 1998. The contribution was solely attributable to normal costs. For the year ended September 30, 2000, the City contributed \$666,897 and employees contributed \$650,173 which represents 11.0% and 10.7%, respectively, of covered payroll.

Significant policies, basis of accounting include: (a) actuarial cost method is frozen entry age; (b) actuarial asset valuation method is 5 year smoothed market; (c) actuarial assumptions: (1) investment rate of return 9.0%; (2) projected salary increases 6.0%; (3) inflation at 4.0%; (4) amortization period is open; and (5) cost of living adjustment 1.5%.

iii. Trend Information

Trend information indicates the progress made in accumulating sufficient assets to pay benefits when due. An analysis of funding progress for the fiscal year ended September 30, 2000, for the Retirement System for Non-Civil Service Employees is as follows:

<u>Year Ended September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
1997	\$ 572,832	100%
1998	594,655	100
1999	285,305	100

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

iv. Funding Status and Progress

The following schedule describes the funding progress for the Retirement System for Non-Civil Service Employees for the fiscal year ended September 30, 2000 (dollars in millions):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As % of Covered Payroll (b - a)/c
10/1/97	\$ 59.0	\$ 55.4	\$ (3.7)	106.6%	\$ 6.5	(56.5)%
10/1/98	59.7	59.1	(0.5)	101.0	5.9	(10.2)
10/1/99	67.9	62.6	(5.3)	108.5	6.1	(86.9)

C. Retirement System for Police and Fire

i. Plan Description

The Retirement System for Fire Fighters and Police Officers are Single Employer Defined Benefit Pension Plans that cover substantially all Police and Fire persons of the City, as established by Chapter 23414, Laws of Florida, Special Acts of 1945 (as amended through November 2, 1999). The Plan covers 502 active employees and 423 retirees and beneficiaries. The City's payroll for employees covered by the System for the year ended September 30, 2000 was \$36,953,010 out of a \$74,601,724 total payroll cost for the City.

Employee members of the System prior to May 19, 1993 vest upon attaining 10 years of creditable service. Members are eligible to retire at age 50 at a benefit of 3% of final average salary for the first 15 years and 4% thereafter, based on the highest 2 years salary times years of service to a maximum of 90% of average monthly salary. Employee members are required to contribute 10 percent of salary. New employee members on or after May 19, 1993 will receive the same benefit levels except that retirement age will be 55, and the maximum benefit will be 80% of average monthly salary based on the three highest paid years' salary. The benefit provisions and all other requirements are established by legal requirement.

ii. Funding Policy, Contributions Required and Contributions Made

The City of Miami Beach, Florida, (the "Employer") is required to contribute an actuarially determined amount that, when combined with members' contributions, will fully provide for all benefits as they become payable. Members of the Plan contribute 10% of their salary reduced by any amount contributed under the Base System.

The contributions to the Base Plan for the year ended September 30, 2000, of \$3,114,261 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of October 1, 1999. These contributions were made by the employees of the City and were 10% of current covered payroll.

Significant actuarial assumptions used include: (a) investment return of 8.5%; (b) the cost method used is the frozen entry age; (c) the asset valuation method used is 5-year phase-in of market; (d) projected salary increases of 4.53-10.17 % including 3.5% for inflation; and (e) cost of living increases of 2.5% per year.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

iii. Trend Information

Trend information indicates the progress made in accumulating sufficient assets to pay benefits when due. An analysis of funding progress for the fiscal year ended September 30, 2000, for the Retirement System for Fire Fighters and Police Officers is as follows:

<u>Year Ended September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
1998	\$ 607,258	100%
1999	2,364,392	100
2000	0	0

iv. Funding Status and Progress

The following schedule describes the funding progress for the Retirement System for Police and Fire for the fiscal year ended September 30, 2000 (dollars in millions):

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) - Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b - a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL As % of Covered Payroll (b - a)/c</u>
10/1/97	\$205.6	\$205.6	\$ 0	100.0%	\$25.1	0%
10/1/98	369.1	369.1	0	100.0	27.9	0
10/1/99	383.1	383.1	0	100.0	29.3	0

D. Defined Contribution Plan-401A

The City offers all new non-civil service and civilian employees the option to participate in a defined contribution (401A) plan instead of the amended defined benefit plans, discussed previously, which took effect for new non-civil service employees on October 17, 1992 and on various dates for civilian employees. The two 401A plans which are available to choose from are : (1) Nationwide Retirement Solutions (formerly Public Employee's Benefits Services Corporation - PEBSCO), and (2) ICMA Retirement Corporation. The employee is required to contribute 10% of his salary and the City matches with 10%. The 401A plan of each employee is the immediate property of the employee and investment of these funds is directed by the employee amongst choices of investment vehicles offered by two plan administrators. For the fiscal year ended September 30, 2000, the City contributed \$1,194,657 to employee 401A plans covering 364 employees. The City's contribution represents \$11,946,567 of covered payroll out of \$74,601,724 total payroll cost for the City.

E. Post Retirement Benefits

The City paid \$2,422,100 for health, life and dental insurance coverage for its 919 participating retirees and beneficiaries during the fiscal year ended September 30, 2000. Under City ordinances, retirees are entitled to 50% of the cost of health, life and dental insurance to be paid by the City. These expenditures are considered current costs and no provision for future funding has been made.



**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

**F. Financial Statements**

Each of the Retirement Systems are audited separately. Complete financial statements can be obtained at the following offices:

City of Miami Beach  
Retirement System for General Employees  
1700 Convention Center Drive  
Miami Beach, Florida 33139

City of Miami Beach  
Retirement System for Non-Civil Service Employees  
1700 Convention Center Drive  
Miami Beach, Florida 33139

City of Miami Beach  
Retirement System for Police and Fire  
605 Lincoln Road, Suite 400  
Miami Beach, Florida 33139

**6. Long-Term Obligations**

**A. General Long-Term Obligations**

The City had the following changes in the general Long-Term obligations account group for the year ended September 30, 2000:

<u>Indebtedness</u>	<u>Balance 10/1/99</u>	<u>Additions</u>	<u>Repayments</u>	<u>Balance 9/30/00</u>
General Obligation Bonds	\$ 34,725,000	\$ 30,000,000	\$ 7,190,000	\$ 57,535,000
Special Obligation Bonds	206,640,000		5,880,000	200,760,000
Due to developer	11,189,740		1,275,000	9,914,740
Accrued compensated absences	8,637,306	1,556,327	996,557	9,197,076
Other obligations	3,956,059		333,320	3,622,739
	<u>\$ 265,148,105</u>	<u>\$ 31,556,327</u>	<u>\$ 15,674,877</u>	<u>\$ 281,029,555</u>

**i. General Obligation Bonds**

The General Obligation Bonds outstanding at September 30, 2000 consist of the following:

<u>Issue Name</u>	<u>Interest Rates</u>	<u>Year Issued</u>	<u>Final Maturity</u>	<u>Original Issue</u>	<u>Bonds Outstanding 9/30/00</u>
General Obligations	3.30-5.30	1992	2003	\$ 54,360,000	\$ 13,335,000
General Obligations	3.75-6.35	1987	2002	3,000,000	400,000
General Obligations	3.70-4.50	1997	2007	15,000,000	13,800,000
1985B Gulf Breeze	Variable	2000	2013	15,910,000	15,910,000
1985E Gulf Breeze	Variable	2000	2020	14,090,000	14,090,000
Total General Obligation Bonds				<u>\$102,360,000</u>	<u>\$ 57,535,000</u>

On October 1, 1997, the City issued \$15,000,000 in General Obligation Bonds, Series 1996. The bonds will be repaid solely from ad valorem taxes assessed, levied and collected. They are registered transcripts, and insured. The bonds were issued to construct, renovate and rebuild parks and recreation facilities within the City's park system.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

In fiscal year 2000, the City executed two loan agreements with the City of Gulf Breeze, Florida, Local Government Loan Pool Program to borrow \$30,000,000 on variable rate notes. The Gulf Breeze VDRS Series 1985B, in the amount of \$15,910,000, principal is to be repaid in thirteen annual installments commencing December 1, 2001 with interest paid semi-annually. The Gulf Breeze VDRS Series 1985E, in the amount of \$14,090,000, principal is to be repaid in seven annual installments commencing December 1, 2014 with interest paid semi-annually. The funds from the loan will be used to expand, renovate and improve fire stations and related facilities; improve recreation and maintenance facilities for parks and beaches; and, improve neighborhood infrastructure and related facilities.

ii. Special Obligation Bond Summary

As of September 30, 2000, the outstanding principal of special obligation bond issues and repayment sources were as follows:

<u>Issue</u>	<u>Repayment Source</u>	<u>Total Outstanding Principal</u>
1996 Resort Tax Revenue Refunding Bonds	2% Resort Tax	\$ 3,775,000
1985C Gulf Breeze VRDS	Annual Appropriation	17,915,000
1994 Sunshine State VRDS	Annual Appropriation	22,970,000
1994 Pension Obligation Bonds	Annual Appropriation	50,085,000
1989 Tax Increment Revenue Bonds	RDA Tax Increment Revenue	3,390,000
1993 Tax Increment Revenue Bonds	RDA Tax Increment Revenue	22,250,000
1996 Tax Increment Revenue Bonds	RDA Tax Increment Revenue	42,840,000
1998 Tax Increment Revenue Bonds	RDA Tax Increment Revenue	<u>37,535,000</u>
Total General Obligation Bonds		<u>\$200,760,000</u>

On July 1, 1998, the Miami Beach Redevelopment Agency issued \$29,105,000 (Series 1998A) and \$9,135,000 (Series 1998B) in tax increment bonds. These bonds are secured by a lien on and pledge of the Pledged Funds, which include: (a) the Net Trust Fund Revenues received by the Agency from the Redevelopment Area; (b) the portion of the proceeds of the City's municipal resort tax levied and collected by the City and received by the Trustee; and (c) moneys and investments in the funds and accounts created under the resolution. The Series 1998A bonds were issued with interest rates of 6.7 percent to 7.0 percent payable semiannually on each June 1 and December 1, and will mature serially through December 1, 2022. The Series 1998B bonds were issued with interest rates of 3.6 percent to 5.2 percent payable semiannually on each June 1 and December 1, and will mature serially through December 1, 2022. The bonds are subject to a trust indenture which requires that annual debt service requirements be fully funded upon receipt of Trust Fund Revenue and Supplemental Revenue, and that any shortage shall be funded based on the Supplemental Revenue Resolution.

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

iii. Due to Developer

Amount classified as "due to developer" represents the fair value of the cost that the Agency is legally required to perform based on a settlement agreement. The settlement agreement calls for specific performance by the Agency, which includes, but not limited to, the following:

- a. Provide an additional 485 parking spaces for both the south and north parcels of the property. In addition, provide for laundry and bathroom facilities on the north parcel of the property;
- b. Responsible for the seawall along the property;
- c. Release a utility easement in favor of the City across the "Diamond C Parcel";
- d. Remove a pump station on the north parcel of the property; and
- e. Provide for the Washington Avenue extension.

As of September 30, 2000, the estimated cost of such performance as per the settlement agreement was approximately \$9,914,740.

iv. Other Obligations

On June 23, 1999, the City issued a Non-ad Valorem Revenue Note, Series 1999, to Florida Power & Light Company ("FPL") in the amount of \$3,610,739 with an annual interest rate not to exceed 4.75 percent. The note is for a ten year period and interest and principal payments of \$248,857 are due on the first day of June and December of each year until June 1, 2009. The City issued the note to finance a contribution to aid construction of an underground electric transmission line within the City limits. The aggregate maturities of long-term obligation under this note are as follows:

<u>Year Ending</u> <u>September, 30</u>	<u>Long-term</u> <u>Obligation</u>
2001	\$ 330,078
2002	345,943
2003	362,571
2004	379,997
2005	398,261
2006 and thereafter	<u>1,793,889</u>
	<u>\$ 3,610,739</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

- v. On March 24, 1999, the City issued a Subordinate Resort Tax Revenue Note, Series 1999, to a financial institution in the amount of \$1,294,000 to be used as a line of credit, with an annual interest rate of 4.6%. The note is for a five year period and will be repaid by using one twelfth of the addition 1% Resort Tax revenue. Principal payments are due the first day of December of each year, commencing on December 1, 1999 and ending on December 1, 2003, in the amount of 20% of outstanding principal amount. Interest payments on the outstanding principal balance are due semiannually, which commenced on June 1, 1999. The City may draw from the \$1,294,000 in increments of \$25,000, with a minimum of \$100,000 per draw in order to finance a public area beautification project. As of September 30, 2000, the City was indebted for \$12,000.

**B. Debt Service Requirements to Maturity**

The annual requirements to amortize all General Long-Term Obligations excluding accrued compensated absences, developer and loans for capital improvements outstanding at September 30, 2000 including interest payments of \$157,091,039 are as follows:

Year Ending September, 30	General Long-Term Obligations		
	General Obligations	Special Obligations	Total
2001	\$ 9,311,392	\$ 17,602,928	\$ 26,914,320
2002	9,742,435	17,600,154	27,342,589
2003	9,518,801	17,714,529	27,233,330
2004	7,366,814	17,295,896	24,662,710
2005	5,498,258	17,076,656	22,574,914
2006-2010	13,448,994	78,109,050	91,558,044
2011-2015	12,313,607	75,304,170	87,617,777
2016-2020	12,204,562	64,740,619	76,945,181
2021-2023	<u>2,428,440</u>	<u>28,108,733</u>	<u>30,537,173</u>
Principal & Interest	81,833,303	333,552,735	415,386,038
Less: Interest	<u>24,298,303</u>	<u>132,792,735</u>	<u>157,091,038</u>
Principal Only	<u>\$ 57,535,000</u>	<u>\$ 200,760,000</u>	<u>\$258,295,000</u>

The debt limit of the City is specified in the City's Charter as 15% of the assessed taxable valuation (excluding Tax Increment Revenue Bonds):

Taxable assessed valuation	\$ 7,546,303,358
Percentage applicable	15%
Debt limit	1,131,945,504
General Obligation Bonds outstanding at September 30, 2000	(57,535,000)
Legal debt margin	<u>\$ 1,074,410,504</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

**C. Enterprise Fund Indebtedness**

**i. Parking Fund**

The Parking Revenue Fund had the following changes in its current and Long-Term debt outstanding for the year ended September 30, 2000:

<u>Indebtedness</u>	<u>Balance 10/1/99</u>	<u>Debt Repaid</u>	<u>Balance 9/30/00</u>
Special Obligation Bonds	<u>\$ 29,320,000</u>	<u>\$ 735,000</u>	<u>\$ 28,585,000</u>

Parking Revenue Fund indebtedness at September 30, 2000, is comprised of the following issued indebtedness:

\$10,795,000	1996 Special Obligation Refunding Bonds due in annual installments through 2009: interest at 3.2% and 5.0%	<u>\$ 7,685,000</u>
\$21,000,000	1997 Special Obligation Bonds due in annual installments through 2022: interest at 4.00% - 5.125%	<u>\$ 20,900,000</u>

The aggregate maturities of Long-Term Debt as of September 30, 2000, are as follows:

<u>Year Ending September 30</u>	<u>Bonded Debt</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 765,000	\$ 1,412,526	\$ 2,177,526
2002	800,000	1,380,962	2,180,962
2003	830,000	1,346,871	2,176,871
2004	870,000	1,310,296	2,180,296
2005	905,000	1,271,086	2,176,086
2006-2010	5,220,000	5,670,966	10,890,966
2011-2015	6,650,000	4,244,157	10,894,157
2016-2020	8,505,000	2,386,456	10,891,456
2021-2022	<u>4,040,000</u>	<u>313,138</u>	<u>4,353,138</u>
	<u>28,585,000</u>	<u>19,336,458</u>	<u>47,921,458</u>
Less: Unamortized Bond Discount	<u>843,027</u>	<u>-</u>	<u>843,027</u>
	<u>\$ 27,741,973</u>	<u>\$ 19,336,458</u>	<u>\$ 47,078,431</u>

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

The City is obligated under capital leases for parking meters, whose leases expire on December 18, 2003, February 12, 2004, February 18, 2004, and August 25, 2004, respectively. At September 30, 2000, the gross amount of parking meters and related accumulated amortization recorded under capital leases are \$2,560,169 and \$513,034, respectively. Amortization of these assets held under capital leases is included with depreciation expense.

<u>Year Ending September 30</u>	<u>Capital Leases</u>
2001	\$ 629,751
2002	582,750
2003	582,750
2004	<u>244,340</u>
Total minimum lease payments	2,039,591
Less: amount representing interest	<u>174,013</u>
Present value of net minimum capital lease payments	<u>\$ 1,865,578</u>

ii. Water and Sewer Fund

The Water & Sewer Fund issued \$59,060,000 in Water and Sewer Revenue Bonds, Series 1995, on June 8, 1995. The bonds will be repaid solely from pledged revenues of the Water and Sewer system. They are registered transcripts and insured. The bonds were issued to construct various improvements and extensions to the Water and Sewer utility. Indebtedness of the Water and Sewer Fund at September 30, 2000 is as follows:

\$59,060,000	1995 Revenue Bonds Due in annual installments through 2015: Interest at 4.20% - 5.40%	<u>\$ 49,115,000</u>
--------------	--	----------------------

The Water & Sewer Fund issued \$54,310,000 in Water and Sewer Revenue Bonds, Series 2000, on September 1, 2000. The bonds will be repaid solely from pledged revenues of the Water and Sewer system. They are registered transcripts and insured. The bonds were issued to construct various improvements and extensions to the Water and Sewer utility. Indebtedness of the Water and Sewer Fund at September 30, 2000 is as follows:

\$54,310,000	2000 Revenue Bonds Due in annual installments through 2030: Interest at 5.00% - 5.75%	<u>\$ 54,310,000</u>
--------------	--	----------------------

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

The aggregate maturities of Long-term debt as of September 30, 2000 are as follows:

Year Ending September 30	Bonded Debt		
	Principal	Interest	Total
2001	\$ 2,265,000	\$ 5,652,704	\$ 7,917,704
2002	2,370,000	5,416,697	7,786,697
2003	2,480,000	5,304,123	7,784,123
2004	2,605,000	5,183,222	7,788,222
2005	2,735,000	5,052,973	7,787,973
2006-2010	15,955,000	22,979,663	38,934,663
2011-2015	20,705,000	18,220,469	38,925,469
2016-2020	13,480,000	13,341,400	26,821,400
2021-2025	17,660,000	9,165,837	26,825,837
2026-2030	<u>23,170,000</u>	<u>3,658,275</u>	<u>26,828,275</u>
	<u>103,425,000</u>	<u>93,975,363</u>	<u>197,400,363</u>
Less: Unamortized Bond Discount:	<u>1,497,049</u>	<u>-</u>	<u>1,497,049</u>
	<u>\$101,927,951</u>	<u>\$ 93,975,363</u>	<u>\$195,903,314</u>

**7. Interfund Payables and Receivables**

Interfund payables and receivables at September 30, 2000 are as follows:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General Fund	<u>\$ 2,438,287</u>	<u>\$ 5,146</u>
Special Revenue Funds:		
Resort Tax Revenue	340,198	1,398,532
Community Development Block Grants	8,110	298,466
Special Districts and Services		670,000
Miami Beach Redevelopment Agency	44,665	340,198
Warehouse Operations Fund		90,000
Other Special Revenue	<u>20,466</u>	<u>105,290</u>
Total Special Revenue Funds	<u>413,439</u>	<u>2,902,486</u>
Enterprise Funds:		
Water & Sewer	90,000	
Redevelopment Agency - Leasing		<u>44,665</u>
Total Enterprise Funds	<u>90,000</u>	<u>44,665</u>
Internal Service Funds:		
Property Management	15	
Central Services	133	
Self Insurance	10,149	
Communications	<u>274</u>	
Total Internal Service Funds	<u>10,571</u>	
Total Receivables and Payables	<u>\$ 2,952,297</u>	<u>\$ 2,952,297</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

**8. Operating Transfers**

During the year operating transfers were made between the governmental and proprietary fund types. They were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental Funds	\$36,161,780	\$35,147,883
Proprietary Funds	<u>381,542</u>	<u>1,395,439</u>
Total Operating Transfers	<u>\$36,543,322</u>	<u>\$36,543,322</u>

**9. Tenant Leases**

**A. Shop Leases**

The Miami Beach Redevelopment Agency serves as the lessor for tenants leasing various retail facilities. The tenant leases are considered operating leases which expire at various dates through fiscal year 2014. Future minimum lease receivables under the operating leases at September 30, 2000, are as follows:

<u>September 30</u>	<u>Operating Leases</u>
2001	\$ 610,113
2002	610,113
2003	625,998
2004	631,293
2005 and thereafter	<u>4,966,377</u>
	<u>\$ 7,443,894</u>

**B. Ground Lease**

The Miami Beach Redevelopment Agency is the lessor in an agreement with a development company in which the Miami Beach Redevelopment Agency leases the land on which the Loews Hotel is located. The lease is an operating lease which commenced on December 24, 1998, and expires on December 24, 2098. Future minimum lease receivables under the operating leases at September 30, 2000, are as follows:

<u>September 30</u>	<u>Operating Leases</u>
2001	\$ 500,000
2002	500,000
2003	500,000
2004	500,000
2005 and thereafter	<u>47,000,000</u>
	<u>\$49,000,000</u>

**10. Fund Equity**

**A. Reservations/Designations of Fund Balance include the following:**

- i. Reserve for Inventories - This amount is equal to the amount of inventory shown in assets;



**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

- ii. Reserve for Employees' Pension Benefits - This is the amount of the equity in the pension system that is to be used only for retiree benefits;
- iii. Reserve for Debt Service - This is the amount of fund equity in the Debt Service Funds which is set aside solely for the repayment of outstanding debt;
- iv. Reserve for Prepaid - This represents an expenditure for a portion of a lease attributable to periods subsequent to September 30, 2000;
- v. Reserve for Encumbrances - This is an amount equal to the outstanding purchase orders for goods and services at year end;
- vi. Reserve for Capital Improvements - This amount is the funds appropriated to capital projects or restricted to that use by City ordinance;
- vii. Reserve for Notes Receivable - This amount is equal to the amount of notes receivable shown in assets that will not be collected in the current period; and
- viii. Designated for Contingencies - This is the amount of fund equity in the general fund which is set aside solely for emergencies.

B. Reservation of Retained Earnings includes the following item:

Reserved Per Revenue Bond Indentures - The required debt service sinking fund and reserve accounts held by a Trustee or by the City in accordance with requirements of the bond issue, are reserved in the Parking Revenue and Water and Sewer Funds.

11. Segment Information for Enterprise Funds

The City maintains five Enterprise Funds and the Agency maintains two Enterprise Funds which provide services for storm water, water and sewer, sanitation, parking, retail leasing, as well as a convention center. Segment information for the individual funds as of and for the year ended September 30, 2000 is as follows:

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2000

	Storm Water Utility Fund	Water and Sewer Fund	Parking System Fund	Sanitation Fund	Convention Center Complex Fund	Miami Beach Redevelopment Agency's Parking Fund	Miami Beach Redevelopment Agency's Leasing Fund	Total
Operating Revenues	\$ 3,808,288	\$ 43,102,882	\$ 16,070,890	\$ 5,201,773	\$ 9,882,235	\$ 1,558,370	\$ 487,921	\$ 80,112,359
Depreciation	91,984	1,476,594	1,184,215	93,192	2,786,458	378,553	28,493	6,039,489
Amortization		106,273	160,832					267,105
Operating Income (Loss)	2,311,245	6,177,473	4,698,236	804,739	(2,417,699)	277,917	134,035	11,985,946
Operating Transfers In (Out)	(644,512)	(269,674)	(19,463)	328,114		(338,890)		(944,425)
Net Income (Loss)	1,865,014	6,302,465	5,070,027	1,132,343	(2,333,811)	(60,973)	134,035	12,109,100
Depreciation on Capital Contributions	12,680	1,131,930	261,700	20,056	1,749,079	372,244	28,018	3,575,707
Additions in Current Capital Contributions		43,840	8,266,061	27,418				8,337,319
Fixed Asset Additions (Reductions), Net	351,273	5,452,209	10,694,184	107,759	2,807,201	(12,668)	(953)	19,399,005
Total Assets	6,316,428	169,881,088	81,458,574	2,442,418	150,380,771	13,931,688	1,415,634	425,826,601
Net Working Capital	4,047,115	6,209,430	15,596,779	829,339	891,149	126,976	323,642	28,024,430
Long Term Debt		99,662,951	28,297,439					127,960,390
Total Fund Equity	6,256,541	60,557,988	50,586,866	1,910,206	147,004,847	13,881,845	1,321,652	281,519,945

**CITY OF MIAMI BEACH, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2000 (Continued)**

**12. Individual Fund Deficits in Fund Balance/Retained Earnings**

The following funds had a deficit at September 30, 2000 in fund balance/retained earnings:

- A. Special Districts and Services Fund - This fund had a deficit fund balance of \$663,077. Management estimates that this deficit will be eliminated over the next two fiscal years by increased funding;
- B. Warehouse Operations Fund - This fund had a deficit fund balance of \$20,178. This deficit will be eliminated in the next fiscal year by decreasing expenditures; and
- C. Self-Insurance Fund - This fund had a deficit balance of \$2,992,743. Management estimates that this deficit will be eliminated over the next three fiscal years by increased funding.

**13. Significant Commitments and Contingencies**

- A. The City, in the normal course of operations, is a party to various other actions in which plaintiffs have alleged certain damages. In all cases, management does not believe the disposition of these matters will materially affect the financial position of the City.
- B. The City participates in a number of Federal and State assisted grant programs which are subject to financial and compliance audits. Audits for these programs are to be conducted at a future date, and the City expects the amount, if any, of the expenditures which may be disallowed by the granting agency to be immaterial.
- C. At September 30, 2000, the City had in process various uncompleted construction projects with remaining balances totaling \$79,016,741.
- D. The Agency has committed to provide the developers of two hotels certain incentives. The Request for Proposal originally called for a \$60 million incentive for which \$10 million was designated for the development of a hotel which requires African American majority ownership. The Agency issued \$108 million in bonds of which \$96 million has been spent for land acquired for both hotels, related hotel agreement negotiations, and construction of an 800 space parking facility for the hotels. The remaining \$12 million will be used to construct a boardwalk, sidewalk and streetscape improvements, the acquisition of property for development and construction of a cultural center facility. This commitment is in addition to the incentive to be provided to the developers.
- E. The City believes it is in compliance with all material terms of bond indenture agreements, contracts, and federal, state and local laws and regulations.

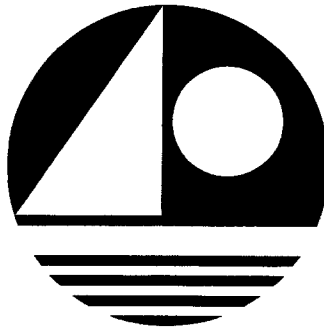
**14. Reconciliation of Contributed Capital**

	<u>Enterprise</u>	<u>Internal Service</u>
Beginning Contributed Capital	\$171,686,738	\$ 7,532,481
Additions	8,399,819	1,991,406
Reductions	<u>2,965,845</u>	<u>2,497,074</u>
Ending Contributed Capital	<u>\$177,120,712</u>	<u>\$ 7,026,813</u>

**CITY OF MIAMI BEACH, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2000 (Continued)**

**15. Subsequent Event**

On October 27, 2000, the City issued \$52,170,000 in Stormwater Revenue Bonds, Series 2000. These bonds were issued to provide funds to construct certain improvements to the Stormwater Utility.



City of Miami Beach

This page intentionally left blank

## **GENERAL FUND**

**The General Fund is used to account for all revenues and expenditures not accounted for in other funds relating to general operations of the City of Miami Beach.**

**CITY OF MIAMI BEACH, FLORIDA  
GENERAL FUND  
COMPARATIVE BALANCE SHEET**

**September 30, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<b><u>Assets</u></b>		
Cash and investments	\$ 22,430,585	\$ 17,277,849
Receivables:		
Accounts (net of allowance for uncollectibles)	4,062,613	3,090,320
Accrued interest	2,181,590	1,807,756
Delinquent taxes receivable	415,350	1,633,596
Due from other funds	2,438,287	3,801,154
Prepaid expenditures		25,033
	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 31,528,425</u>	<u>\$ 27,635,708</u>
 <b><u>Liabilities and fund balances</u></b>		
Liabilities:		
Accounts payable	\$ 1,023,165	\$ 428,690
Accrued expenditures	1,247,996	3,267,559
Deferred revenues	2,566,465	2,612,826
Due to other funds	5,146	3,278
	<u>                    </u>	<u>                    </u>
Total liabilities	<u>4,842,772</u>	<u>6,312,353</u>
Fund balances:		
Reserved for encumbrances	2,177,324	1,978,494
Reserved for prepaid		25,033
Unreserved:		
Designated for contingencies	13,267,887	12,234,000
Undesignated	11,240,442	7,085,828
	<u>                    </u>	<u>                    </u>
Total fund balances	<u>26,685,653</u>	<u>21,323,355</u>
	<u>                    </u>	<u>                    </u>
Total liabilities and fund balances	<u>\$ 31,528,425</u>	<u>\$ 27,635,708</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE - GENERAL FUND**

For the Fiscal Years Ended September 30, 2000 and 1999

	2000	1999
<b>Revenues:</b>		
Property taxes	\$ 55,371,895	\$ 50,610,973
Franchise fees	6,440,426	6,721,850
Utility taxes	11,234,997	11,163,676
Licenses and permits	8,425,325	8,579,138
Intergovernmental	9,773,041	9,210,257
Charges for services	1,415,673	1,698,860
Rents and leases	1,272,651	940,731
Interest	5,093,243	4,135,597
Fines and forfeitures	1,556,047	1,373,528
Administrative fees	7,572,896	7,572,896
Other	3,660,901	3,265,318
Total revenues	<u>111,817,095</u>	<u>105,272,824</u>
<b>Expenditures:</b>		
Current:		
General government	18,994,075	16,412,133
Public safety	65,727,982	62,515,198
Physical environment	1,601,273	1,306,539
Transportation	2,127,408	1,887,183
Economic environment	8,939,672	6,492,686
Human services	384,107	321,436
Culture and recreation	12,467,137	11,018,138
Total expenditures	<u>110,241,654</u>	<u>99,953,313</u>
Excess of revenues over expenditures	<u>1,575,441</u>	<u>5,319,511</u>
Other financing sources (uses):		
Operating transfers in	10,018,697	7,481,621
Operating transfers out	<u>(6,231,840)</u>	<u>(5,947,854)</u>
Total other financing sources (uses)	<u>3,786,857</u>	<u>1,533,767</u>
Excess of revenues and other financing sources over expenditures and other financing uses	5,362,298	6,853,278
Fund balance at beginning of year	<u>21,323,355</u>	<u>14,470,077</u>
Fund balance at end of year	<u>\$ 26,685,653</u>	<u>\$ 21,323,355</u>



**CITY OF MIAMI BEACH, FLORIDA**  
**GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Actual Totals for the Fiscal Year Ended September 30, 1999)

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
<b>Property taxes</b>	\$ 55,682,114	\$ 55,371,895	\$ (310,219)	\$ 50,610,973
<b>Franchise fees:</b>				
Electricity	4,700,000	4,291,497	(408,503)	4,566,383
Telephone	190,000	225,543	35,543	227,988
Gas	670,000	579,161	(90,839)	588,813
Catv	460,000	541,095	81,095	487,427
Waste	722,000	803,130	81,130	851,239
Total franchise fees	6,742,000	6,440,426	(301,574)	6,721,850
<b>Utility taxes:</b>				
Electricity	7,200,000	6,591,712	(608,288)	6,932,470
Telephone	3,295,000	4,024,137	729,137	3,563,625
Gas and Oil	688,900	619,148	(69,752)	667,581
Total utility taxes	11,183,900	11,234,997	51,097	11,163,676
<b>Licenses and permit fees:</b>				
Occupational	2,955,000	2,969,662	14,662	2,983,621
Building and other	5,100,700	5,455,663	354,963	5,595,517
Total licenses and permit fees	8,055,700	8,425,325	369,625	8,579,138
<b>Intergovernmental:</b>				
State revenue sharing	1,945,000	1,960,961	15,961	1,903,505
Cigarette tax	95,000	78,278	(16,722)	97,806
Alcoholic beverage licenses	125,000	188,327	63,327	148,846
Local option sales tax	5,110,753	5,486,728	375,975	5,121,251
Local option gas tax	1,785,000	1,920,258	135,258	1,797,960
Firefighters Supplemental Comp.	70,000	69,556	(444)	69,728
Motor fuel tax rebate	36,000	68,933	32,933	71,161
Total intergovernmental	9,166,753	9,773,041	606,288	9,210,257
<b>Charges for services:</b>				
General government	105,000	69,447	(35,553)	103,973
Public safety	1,423,580	1,184,990	(238,590)	1,437,463
Culture and recreation	173,000	161,236	(11,764)	157,424
Total charges for services	1,701,580	1,415,673	(285,907)	1,698,860
Interest income	4,272,000	5,093,243	821,243	4,135,597
Rents and leases	922,335	1,272,651	350,316	940,731
Fines and forfeits	1,186,000	1,556,047	370,047	1,373,528
Administrative fees	7,567,896	7,572,896	5,000	7,572,896
Other	6,155,058	3,660,901	(2,494,157)	3,265,318
Total revenues	\$ 112,635,336	\$ 111,817,095	\$ (818,241)	\$ 105,272,824

**CITY OF MIAMI BEACH, FLORIDA**  
**GENERAL FUND SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Actual Totals for the Fiscal Year Ended September 30, 1999)

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
<b>General government:</b>				
Mayor and commission	\$ 836,290	\$ 782,117	\$ 54,173	\$ 628,439
City manager	1,211,055	1,210,225	830	1,100,464
City clerk	1,325,134	1,290,669	34,465	1,057,259
Internal Audit	294,882	293,305	1,577	265,586
Management and budget	446,155	417,567	28,588	346,239
Finance	2,262,493	2,222,511	39,982	1,997,202
Personnel	1,175,045	1,166,908	8,137	997,800
Purchasing	512,342	498,437	13,905	476,601
Legal	3,001,888	2,827,644	174,244	2,490,743
General Services Administration	1,286,966	1,262,427	24,539	
Planning	1,600,600	1,359,898	240,702	1,408,233
Special Programs	582,672	556,568	26,104	473,473
Engineering	1,345,633	1,339,476	6,157	1,146,196
Construction and financial management	1,048,291	994,455	53,836	611,804
Unclassified	4,538,737	3,097,263	1,441,474	3,909,639
<b>Total general government</b>	<b>21,468,183</b>	<b>19,319,470</b>	<b>2,148,713</b>	<b>16,909,678</b>
<b>Public safety:</b>				
Beach patrol	4,032,679	3,997,842	34,837	3,786,365
Building services	4,578,291	4,560,021	18,270	3,896,062
Fire	19,421,803	18,336,147	1,085,656	18,721,234
Police	38,821,570	38,408,922	412,648	36,084,858
Emergency 911	1,143,783	1,141,750	2,033	775,761
<b>Total public safety</b>	<b>67,998,126</b>	<b>66,444,682</b>	<b>1,553,444</b>	<b>63,264,280</b>
<b>Physical environment:</b>				
Environmental Resource Management	149,782	139,582	10,200	116,099
Unclassified	1,471,600	1,468,668	2,932	1,197,419
<b>Total physical environment</b>	<b>1,621,382</b>	<b>1,608,250</b>	<b>13,132</b>	<b>1,313,518</b>
<b>Transportation:</b>				
Streets	1,800,062	1,648,610	151,452	1,461,009
Renewal and replacement	628,491	507,811	120,680	495,941
Unclassified	55,000	54,345	655	36,975
<b>Total transportation</b>	<b>2,483,553</b>	<b>2,210,766</b>	<b>272,787</b>	<b>1,993,925</b>
<b>Economic environment:</b>				
Economic development	8,933,467	8,942,497	(9,030)	6,508,375
<b>Human services:</b>				
Mental retardation	135,285	131,345	3,940	101,228
Unclassified	287,463	253,008	34,455	220,649
<b>Total human services</b>	<b>422,748</b>	<b>384,353</b>	<b>38,395</b>	<b>321,877</b>
<b>Culture and recreation:</b>				
Bass museum	960,043	936,320	23,723	733,520
Parks and recreation	12,276,166	12,289,598	(13,432)	10,595,461
Unclassified	283,042	283,042		291,173
<b>Total culture and recreation</b>	<b>13,519,251</b>	<b>13,508,960</b>	<b>10,291</b>	<b>11,620,154</b>
<b>Total general fund expenditures and encumbrances</b>	<b>\$ 116,446,710</b>	<b>\$ 112,418,978</b>	<b>\$ 4,027,732</b>	<b>\$ 101,931,807</b>

## **SPECIAL REVENUE FUNDS**

**Special Revenue Funds are used to account for general and special revenues. Expenditures are designated for special purposes by the City of Miami Beach, State of Florida or United States Government.**

**CITY OF MIAMI BEACH, FLORIDA  
NATURE AND PURPOSE OF FUNDS  
SPECIAL REVENUE FUND TYPES**

Resort Tax Revenue Fund

This fund accounts for the collection of the special tax levied citywide on food, beverage and room rents used to support tourist related activities.

Community Development Block Grant

This fund accounts for the receipt and expenditure of funds under this Federal Program.

Special Districts and Services Fund

This fund accounts for revenues levied from the operating millage and from special assessments. These funds are used to fund security improvements, management services and capital improvements.

Parking Impact Fees Fund

This fund accounts for impact fee revenue paid, primarily by owners of new and existing construction, in lieu of their ability to provide adequate parking spaces as defined by City Ordinance. The fund is also responsible for the disbursement of funds for various parking related projects in the impacted areas.

Seventh Street Garage Fund

This fund accounts for attendant parking revenue which is used for maintenance at the facility and debt service related expenditures.

Miami Beach Redevelopment Agency

This fund accounts for the operations of the Miami Beach Redevelopment Agency, a tax increment district of the City. The Agency was established in 1976 under the provisions of Chapter 163 of the Florida Statutes to spur development and redevelopment in the South Shore and City Center/Historic Convention Village Redevelopment and Revitalization Area, of the City.

Warehouse Operations Fund

This fund accounts for the operations of the material maintenance warehouse.

Bass Museum Fund

This fund accounts for the operations of the non-general portion of the art museum.

Other Special Revenue Fund

This fund accounts for the revenues and expenditures of a series of small grants.

CITY OF MIAMI BEACH, FLORIDA  
COMBINING BALANCE SHEET  
SPECIAL REVENUE FUNDS

September 30, 2000  
(With Comparative Totals for September 30, 1999)

	Resort Tax Revenue Fund	Community Development Block Grant Fund	Special Districts and Services Fund	Parking Impact Fees Fund	Seventh Street Garage Fund
<b>Assets</b>					
Cash and investments	\$ 3,267,998	\$ 10,000	\$ 7,618	\$ 6,806,095	\$ 1,964,724
Receivables:					
Accounts, net	1,519,530				12,150
Accrued interest					
Notes	166,086				
Due from other funds	340,198	8,110			
Due from other governments		434,992			
Prepaid					
Inventories					
Total assets	\$ 5,293,812	\$ 453,102	\$ 7,618	\$ 6,806,095	\$ 1,976,874
<b>Liabilities and fund balances (deficit)</b>					
Liabilities					
Accounts payable	\$ 81,950	\$ 146,220	\$ 116	\$	\$ 73,086
Accrued expenditures	369,444	8,416	579		
Due to other funds	1,398,532	298,466	670,000		
Due to other governments					
Deposits					
Total liabilities	1,849,926	453,102	670,695		73,086
Fund balances (deficit):					
Reserved for notes receivables	166,086				
Reserved for prepaid					
Reserved for encumbrances	113,104				33,900
Reserved for inventories			(663,077)	6,806,095	1,869,888
Unreserved	3,164,696				
Total fund balances (deficit)	3,443,886		(663,077)	6,806,095	1,903,788
Total liabilities and fund balances (deficit)	\$ 5,293,812	\$ 453,102	\$ 7,618	\$ 6,806,095	\$ 1,976,874

(continued)

**CITY OF MIAMI BEACH, FLORIDA  
COMBINING BALANCE SHEET  
SPECIAL REVENUE FUNDS**

**September 30, 2000  
(With Comparative Totals for September 30, 1999)  
(continued)**

	Miami Beach Redevelopment Agency	Warehouse Operations Fund	Bass Museum Fund	Other Special Revenue Fund	Totals
					2000      1999
<b>Assets</b>					
Cash and investments	\$ 15,260,224	\$ 2,242	\$ 16,161	\$ 3,457,624	\$ 30,792,686      \$ 23,329,206
Receivables:					
Accounts, net	10,000			9,604	1,551,284      1,878,583
Accrued interest					111,345
Notes					380,000
Due from other funds	44,665			20,466	413,439      1,467,062
Due from other governments					434,992      657,207
Prepaid expenditures	41,308				41,308      40,379
Inventories		321,912			321,912      282,491
Total assets	\$ 15,356,197	\$ 324,154	\$ 16,161	\$ 3,487,694	\$ 33,721,707      \$ 28,146,273
<b>Liabilities and fund balances (deficit)</b>					
Liabilities					
Accounts payable	\$ 766,092	\$ 254,332	\$	\$ 497,390	\$ 1,819,186      \$ 1,148,226
Accrued expenditures	306,500		739	24,699	710,377      698,007
Due to other funds	340,198	90,000		105,290	2,902,486      4,601,488
Due to other governments				578	578      3,917
Total liabilities	1,412,790	344,332	739	627,957	5,432,627      6,451,638
Fund balances (deficit):					
Reserved for notes receivables					166,086      380,000
Reserved for prepaid	41,308			1,513,390	41,308      40,379
Reserved for encumbrances					1,660,394      2,807,786
Reserved for inventories					35,095
Unreserved	13,902,099	(20,178)	15,422	1,346,347	26,421,292      18,431,375
Total fund balances (deficit)	13,943,407	(20,178)	15,422	2,859,737	28,289,080      21,694,635
Total liabilities and fund balances (deficit)	\$ 15,356,197	\$ 324,154	\$ 16,161	\$ 3,487,694	\$ 33,721,707      \$ 28,146,273

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - SPECIAL REVENUE FUNDS**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)

	Resort Tax Revenue Fund	Community Development Block Grant Fund	Special Districts and Services Fund	Parking Fees Impact Fund	Seventh Street Garage Fund
<b>Revenues:</b>					
Resort taxes	\$ 22,144,229	\$	\$	\$	\$
Federal grants		3,486,544			
State grants					
Intergovernmental					
Grants from other local units		977,493			2,079,617
Sales and charges for services				486,766	
Impact Fees	168,296			369,310	
Interest income	10,041				
Miscellaneous					
Total revenues	22,322,566	4,464,037		856,076	2,079,617
<b>Expenditures:</b>					
Current:					
General government services	1,147,112				
Public safety					
Physical environment					
Transportation		322,706			703,704
Economic environment		2,661,371	134,454		
Human services		822,032			
Culture and recreation	6,381,748	657,928			
Total expenditures	7,528,860	4,464,037	134,454		703,704
Excess (deficiency) of revenues over (under) expenditures	14,793,706		(134,454)	856,076	1,375,913
Other financing sources (uses)					
Operating transfer in	21,080		91,250		
Operating transfer out	(13,612,534)				(745,052)
Disposal of assets					
Total other financing sources (uses)	(13,591,454)		91,250		(745,052)
Excess (deficiency) of revenues and other sources over (under) expenditures and other financing uses	1,202,252		(43,204)	856,076	630,861
Fund balances (deficit) - beginning of year	2,241,634		(619,873)	5,950,019	1,272,927
Fund balances (deficit) - end of year	\$ 3,443,886	\$	\$ (663,077)	\$ 6,806,095	\$ 1,903,788

(continued)

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - SPECIAL REVENUE FUNDS**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)  
(continued)

	Miami Beach Redevelopment Agency	Warehouse Operations Fund	Bass Museum Fund	Other Special Revenue Fund	Totals
					2000      1999
<b>Revenues:</b>					
Resort taxes	\$	\$	\$	\$	\$ 22,144,229      \$ 19,217,373
Federal grants				4,264,984	7,751,528      6,971,233
State grants			102,338	1,007,844	1,110,182      1,005,555
Intergovernmental	14,321,160				14,321,160      10,256,580
Grants from other local units				588,517	588,517      698,601
Sales and charges for services	958,953	1,473,206		349,580	5,838,849      4,743,605
Impact fees				690,986	486,766      1,805,541
Interest income	264,262			1,134,314	1,492,854      1,762,066
Miscellaneous	326				1,144,681      714,459
Total revenues	15,544,701	1,473,206	102,338	8,036,225	54,878,766      47,175,013
<b>Expenditures:</b>					
Current:					
General government services		1,528,479		284,749	2,960,340      2,016,742
Public safety				1,463,178	1,463,178      1,649,798
Physical environment				202,750	202,750      72,163
Transportation				2,576,248	3,602,658      2,323,669
Economic environment	5,326,256			2,860,756	10,982,837      9,790,763
Human services				564,577	1,386,609      1,072,830
Culture and recreation			68,891	972,189	8,080,756      9,035,512
Total expenditures	5,326,256	1,528,479	68,891	8,924,447	28,679,128      25,961,477
Excess (deficiency) of revenue over (under) expenditures	10,218,445	(55,273)	33,447	(888,222)	26,199,638      21,213,536
Other financing sources (uses):					
Operating transfer in	4,870,829			988,993	5,972,152      11,011,735
Operating transfer out	(11,205,655)		(1,604)	(12,500)	(25,577,345)      (22,344,648)
Total other financing sources (uses)	(6,334,826)		(1,604)	976,493	(19,605,193)      (11,332,913)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	3,883,619	(55,273)	31,843	88,271	6,594,445      9,880,623
Fund balances (deficit) - beginning of year	10,059,788	35,095	(16,421)	2,771,466	21,694,635      11,814,012
Fund balances (deficit) - end of year	\$ 13,943,407	\$ (20,178)	\$ 15,422	\$ 2,859,737	\$ 28,289,080      \$ 21,694,635



**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND ENCUMBRANCES - BUDGET AND ACTUAL**  
**BUDGETED SPECIAL REVENUE FUNDS**

For the Fiscal Year Ended September 30, 2000

	Bass Museum Fund			Resort Tax Revenue Fund			Miami Beach Redevelopment Agency			Total		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>												
Slate grants	\$ 154,192	\$ 102,338	\$ (51,854)	\$ 20,755,000	\$ 22,144,229	\$ 1,389,229	\$ 14,321,160	\$ 14,321,160	\$ 0	\$ 154,192	\$ 102,338	\$ (51,854)
Resort taxes										20,755,000	22,144,229	1,389,229
Intergovernmental										14,321,160	14,321,160	0
Sales and charges for services												
Interest income					168,296	168,296		958,953	338,953		958,953	338,953
Miscellaneous					10,041	10,041		264,262	144,262		432,558	312,558
								92,000	(91,674)		10,367	(81,633)
<b>Total revenues</b>	<b>154,192</b>	<b>102,338</b>	<b>(51,854)</b>	<b>20,755,000</b>	<b>22,322,566</b>	<b>1,567,566</b>	<b>15,153,160</b>	<b>15,544,701</b>	<b>391,541</b>	<b>36,062,352</b>	<b>37,969,605</b>	<b>1,907,253</b>
<b>Expenditures:</b>												
General government				819,969	1,194,666	(374,697)	1,318,430		1,318,430	2,138,399	1,194,666	943,733
Economic environment											5,326,256	(5,326,256)
Culture and recreation	150,984	68,891	82,093	9,586,666	6,447,298	3,119,368		5,326,256	(5,326,256)	9,717,650	6,516,189	3,201,461
				10,386,635	7,641,964	2,744,671	1,318,430	5,326,256	(4,007,826)	11,856,049	13,037,111	(1,181,062)
<b>Total expenditures</b>	<b>150,984</b>	<b>68,891</b>	<b>82,093</b>	<b>10,386,635</b>	<b>7,641,964</b>	<b>2,744,671</b>	<b>1,318,430</b>	<b>5,326,256</b>	<b>(4,007,826)</b>	<b>11,856,049</b>	<b>13,037,111</b>	<b>(1,181,062)</b>
Excess (deficiency) of revenues over (under) expenditures	3,208	33,447	30,239	10,368,365	14,680,602	4,312,237	13,834,730	10,218,445	(3,616,285)	24,206,303	24,932,494	726,191
Other financing uses:												
Operating transfers in					21,080	(1,778,920)		4,870,829	4,870,829	1,800,000	4,891,909	3,091,909
Operating transfers out	(3,208)	(1,604)	1,604	(12,168,365)	(13,612,534)	(1,444,169)	(13,834,730)	(11,205,655)	2,629,075	(26,006,303)	(24,819,793)	1,186,510
<b>Total other financing uses</b>	<b>(3,208)</b>	<b>(1,604)</b>	<b>1,604</b>	<b>(10,368,365)</b>	<b>(13,591,454)</b>	<b>(3,223,089)</b>	<b>(13,834,730)</b>	<b>(6,334,826)</b>	<b>7,499,904</b>	<b>(24,206,303)</b>	<b>(19,927,884)</b>	<b>4,278,419</b>
Excess of revenues and other financing uses over expenditures	\$ 3,208	\$ 31,843	\$ 31,843	\$ 1,089,148	\$ 1,089,148	\$ 1,089,148	\$ 3,883,619	\$ 3,883,619	\$ 3,883,619	\$ 5,004,610	\$ 5,004,610	\$ 5,004,610

## **DEBT SERVICE FUNDS**

**Debt Service Funds are used to account for payment of principal and interest on the City of Miami Beach's debt.**

**CITY OF MIAMI BEACH, FLORIDA  
NATURE AND PURPOSE OF FUNDS  
DEBT SERVICE FUND TYPE**

<u>General Obligation Fund</u>	This fund accounts for principal and interest payments made for general obligations.
<u>Excise Tax Fund</u>	This fund accounts for Resort Tax Special Obligation payments made for principal and interest.
<u>Gulf Breeze Special Obligation Fund</u>	This fund accounts for principal and interest payments made for the Gulf Breeze VRDS.
<u>Miami Beach Redevelopment Agency Fund</u>	This fund accounts for principal and interest payments made for the Tax Increment Revenue Special Obligation Bonds.
<u>Sunshine State Special Obligation Fund</u>	This fund accounts for principal and interest payments made for the Sunshine State VRDS.
<u>Pension Special Obligation Fund</u>	This fund accounts for principal and interest payments made for the Pension Special Obligation Bonds.

**CITY OF MIAMI BEACH, FLORIDA  
DEBT SERVICE FUNDS  
COMBINING BALANCE SHEET**

September 30, 2000

(With Comparative Totals for September 30, 1999)

	General Obligation Debt Service Fund	Excise Tax Debt Service Fund	Gulf Breeze Special Obligation Debt Service Fund	Miami Beach Redevelopment Agency Debt Service Fund	Sunshine State Special Obligation Debt Service Fund	Pension Special Obligation Debt Service Fund	Totals	
							2000	1999
<b>Assets</b>								
Cash and investments	\$ 648,968	\$ 521,471	\$ 186,697	\$ 8,485,335	\$ 1,897,231	\$ 4,159	\$ 11,743,861	\$ 11,625,588
Receivables:								
Accounts, net	74,931						74,931	116,698
Accrued interest	84,060			41,197			41,197	26,418
Delinquent taxes							84,060	347,026
Total assets	\$ 807,959	\$ 521,471	\$ 186,697	\$ 8,526,532	\$ 1,897,231	\$ 4,159	\$ 11,944,049	\$ 12,115,730
<b>Liabilities and fund balances</b>								
Liabilities:								
Accounts payable	\$	\$	\$	\$	\$	\$	\$	\$
Accrued expenditures			139,226		2,292		2,292	129,631
Due to other governments					82,186		221,412	1,039,684
Deferred revenues	107,687						107,687	302,183
Total liabilities	107,687		139,226		84,478		331,391	1,471,498
Fund balances:								
Reserved for debt service	700,272	521,471	47,471	8,526,532	1,812,753	4,159	11,612,658	10,644,232
Total fund balances	700,272	521,471	47,471	8,526,532	1,812,753	4,159	11,612,658	10,644,232
Total liabilities and fund balances	\$ 807,959	\$ 521,471	\$ 186,697	\$ 8,526,532	\$ 1,897,231	\$ 4,159	\$ 11,944,049	\$ 12,115,730

**CITY OF MIAMI BEACH, FLORIDA**  
**DEBT SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)

	General Obligation Debt Service Fund	Excise Tax Debt Service Fund	Gulf Breeze Special Obligation Debt Service Fund	Miami Beach Redevelopment Agency Debt Service Fund	Sunshine State Special Obligation Debt Service Fund	Pension Special Obligation Debt Service Fund	Totals
							2000      1999
<b>Revenues:</b>							
Property taxes	\$ 8,863,759	\$	\$	\$	\$	\$	\$ 8,863,759      \$ 10,000,971
Contributions from other governments							900,000
Special assessments	9,998	905		436,016	1,934,044	2,694	1,934,044      389,059
Interest income	93,071						449,613      30,113
Other							93,071
Total revenues	8,966,828	905		436,016	1,934,044	2,694	11,340,487      11,320,143
<b>Expenditures:</b>							
Debt Service:							
Principal	7,190,000	85,000	700,000	2,345,000	1,270,000	1,480,000	13,070,000      12,335,000
Interest	1,661,505	215,719	759,349	7,582,186	1,008,801	4,370,033	15,597,593      16,304,486
Total expenditures	8,851,505	300,719	1,459,349	9,927,186	2,278,801	5,850,033	28,667,593      28,639,486
Excess (deficiency) of revenues over (under) expenditures	115,323	(299,814)	(1,459,349)	(9,491,170)	(344,757)	(5,847,339)	(17,327,106)      (17,319,343)
Other financing sources (uses):							
Operating transfers in		302,786	1,460,123	9,227,034	1,840,000	5,850,718	18,680,661      14,110,316
Operating transfers out					(385,129)		(385,129)      (1,078,880)
Total other financing sources (uses)		302,786	1,460,123	9,227,034	1,454,871	5,850,718	18,295,532      13,031,436
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	115,323	2,972	774	(264,136)	1,110,114	3,379	968,426      (4,287,907)
Fund balances at beginning of year	584,949	518,499	46,697	8,790,668	702,639	780	10,644,232      14,932,139
Fund balances at end of year	\$ 700,272	\$ 521,471	\$ 47,471	\$ 8,526,532	\$ 1,812,753	\$ 4,159	\$ 11,612,658      \$ 10,644,232

**CITY OF MIAMI BEACH, FLORIDA**  
**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**BUDGETED DEBT SERVICE FUNDS**

For the Fiscal Years Ended September 30, 2000

	General Obligation Debt Service Fund				Miami Beach Redevelopment Agency Debt Service Fund				Total	
	Budget	Actual	Variance Favorable (Unfavorable)		Budget	Actual	Variance Favorable (Unfavorable)		Budget	Actual
<b>Revenue:</b>										
Property taxes	\$ 8,862,678	\$ 8,863,759	\$ 1,081		\$	\$	\$		\$ 8,862,678	\$ 8,863,759
Contributions from other funds										
Interest income		9,998	9,998		1,877,500		(1,877,500)		1,877,500	(1,877,500)
Other	1,300,000	93,071	(1,206,929)		356,788	436,016	79,228		356,788	89,226
									1,300,000	(1,206,929)
Total revenues	10,162,678	8,966,828	(1,195,850)		2,234,288	436,016	(1,798,272)		12,396,966	(2,994,122)
<b>Expenditures:</b>										
Debt Service:										
Principal payments	7,190,000	7,190,000			2,345,000	2,345,000			9,535,000	
Interest payments	2,972,678	1,661,505	1,311,173		7,605,912	7,582,186	23,726		10,578,590	1,334,899
Total expenditures	10,162,678	8,851,505	1,311,173		9,950,912	9,927,186	23,726		20,113,590	1,334,899
Excess of revenues over expenditures										
		115,323	115,323		(7,716,624)	(9,491,170)	(1,774,546)		(7,716,624)	(1,659,223)
Other financing uses:										
Operating transfers in										
					7,716,624	9,227,034	1,510,410		7,716,624	1,510,410
Total other financing uses										
					7,716,624	9,227,034	1,510,410		7,716,624	1,510,410
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses										
	\$	\$ 115,323	\$ 115,323		\$	\$ (264,136)	\$ (264,136)		\$	\$ (148,813)

## **CAPITAL PROJECTS FUND**

**Capital Projects Fund is used to account for proceeds of the City of Miami Beach bond sales and other revenues whose expenditure is restricted to the construction and acquisition of major capital projects other than those financed by Proprietary Funds and Similar Trust Funds.**

**CITY OF MIAMI BEACH, FLORIDA**  
**COMPARATIVE BALANCE SHEET - CAPITAL PROJECTS FUND**

**September 30, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<b><u>Assets</u></b>		
Cash and investments	\$ 68,653,619	\$ 45,892,355
Accounts receivable, net	699,595	342
Accrued interest receivable	21,330	161,811
Notes receivable	87,800	163,300
Due from other governments	12,769	11,695
Inventories	<u>125,652</u>	<u>120,984</u>
Total assets	<u>\$ 69,600,765</u>	<u>\$ 46,350,487</u>
<b><u>Liabilities and fund balances</u></b>		
Liabilities:		
Accounts payable	167,817	121,268
Accrued expenditures	<u>\$</u>	<u>\$ 722</u>
Total liabilities	<u>167,817</u>	<u>121,990</u>
Fund balances:		
Reserved for encumbrances	5,104,712	8,912,638
Reserved for inventories	125,652	120,984
Reserved for notes receivable	87,800	163,300
Reserved for capital improvements	<u>64,114,784</u>	<u>37,031,575</u>
Total fund balances	<u>69,432,948</u>	<u>46,228,497</u>
Total liabilities and fund balances	<u>\$ 69,600,765</u>	<u>\$ 46,350,487</u>



**CITY OF MIAMI BEACH, FLORIDA**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - CAPITAL PROJECTS FUND**

**For the Fiscal Years Ended September 30, 2000 and 1999**

	2000	1999
<b>Revenues:</b>		
Interest	\$ 1,952,135	\$ 1,795,601
State grants	803,596	
Grants from other local units	277,717	
Other	85,166	625,906
Total revenues	3,118,614	2,421,507
<b>Expenditures:</b>		
Capital outlay:		
General government services	638,530	88,825
Public safety	275,442	186,174
Physical environment	1,172,372	1,860,585
Transportation	135,349	278,371
Economic environment	517,818	551,558
Human services	194,683	152,757
Culture and recreation	5,486,670	5,713,533
Debt service:		
Interest	30,000	
Total expenditures	8,450,864	8,831,803
Excess of expenditures over revenues	(5,332,250)	(6,410,296)
Other financing sources (uses):		
Proceeds of debt issuance	30,000,000	
Operating transfers in	1,490,270	2,567,470
Operating transfers out	(2,953,569)	(4,863,246)
Total other financing sources uses	28,536,701	(2,295,776)
Excess (deficiency) of revenues and other financing sources over (under) expenditures	23,204,451	(8,706,072)
Fund balances - beginning of year	46,228,497	54,934,569
Fund balances - end of year	\$ 69,432,948	\$ 46,228,497

## **ENTERPRISE FUNDS**

**Enterprise Funds are used to account for the City of Miami Beach's Utility Systems that are financed and operated in a manner similar to private business enterprises - where the intent is the total cost of providing these goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.**

**CITY OF MIAMI BEACH, FLORIDA  
NATURE AND PURPOSE OF FUNDS  
ENTERPRISE FUND TYPE**

Storm Water Utility Fund

This fund accounts for the storm water utility operations of the City.

Water and Sewer Fund

This fund accounts for the water and sewer operations of the City.

Parking System Fund

This fund accounts for parking operations of the City.

Sanitation Fund

This fund accounts for the sanitation operations of the City.

Convention Center Complex Fund

This fund accounts for the Convention Center operations of the City

Miami Beach Redevelopment Agency's  
Parking Fund

This fund accounts for the parking operations of the Miami Beach Redevelopment Agency, a tax increment district of the City.

Miami Beach Redevelopment Agency's  
Leasing Fund

This fund accounts for the leasing operations of the Miami Beach Redevelopment Agency, a tax increment district of the City.

**CITY OF MIAMI BEACH, FLORIDA  
ALL ENTERPRISE FUNDS  
COMBINING BALANCE SHEET**

September 30, 2000  
(With Comparative Totals for September 30, 1999)

Assets	Storm Water Utility Fund	Water and Sewer Fund	Parking System Fund	Sanitation Fund	Convention Center Complex Fund	Miami Beach Redevelopment Agency's Parking Fund	Miami Beach Redevelopment Agency's Leasing Fund	Totals	
								2000	1999
<b>Current assets:</b>									
Cash and investments	\$ 3,520,255	\$ 2,333,209	\$ 16,313,293	\$ 1,036,507	\$ 1,425,901	\$ 163,093	\$ 6,157	\$ 24,798,415	\$ 43,359,015
Inventories at cost		1,609,562						1,609,562	1,412,455
Accounts receivable (net of allowance for uncollectibles)	586,747	5,173,805	279,728	325,044	936,916		205,506	7,507,746	5,160,414
Accrued interest receivable		527,296						527,296	346,614
Due from other funds		90,000						90,000	250,000
Prepaid expenses and deferred charges		1,545,124	1,550,440		18,251	7,000	168,151	3,288,966	2,556,298
<b>Total current assets</b>	<b>4,107,002</b>	<b>11,278,996</b>	<b>18,143,461</b>	<b>1,361,551</b>	<b>2,381,068</b>	<b>170,093</b>	<b>379,814</b>	<b>37,821,985</b>	<b>53,084,796</b>
<b>Restricted assets:</b>									
Cash and investments		78,327,376	19,895,235		27,940,159			126,162,770	59,955,301
<b>Total restricted assets</b>		<b>78,327,376</b>	<b>19,895,235</b>		<b>27,940,159</b>			<b>126,162,770</b>	<b>59,955,301</b>
<b>Fixed assets:</b>									
Land		1,492,598	15,519,201	405,680	2,089,371	2,793,051	210,230	22,510,131	22,510,131
Buildings and structures		7,292,177	21,133,721	542,339	139,945,406	11,533,219	868,092	181,314,954	172,655,467
Parking lots			1,679,186					1,679,186	1,679,186
Mains and lines		38,602,963						38,602,963	38,316,334
Meters and hydrants		8,501,726	2,680,094					11,181,820	10,641,464
Machinery and equipment	661,263	13,340,028	1,223,911	1,395,150	4,764,861			21,385,213	20,482,937
Construction in progress	2,073,261	42,792,019	12,155,580		11,821,655			68,842,515	53,999,795
	2,734,524	112,021,511	54,391,693	2,343,169	158,621,293	14,326,270	1,078,322	345,516,782	320,285,314
Less accumulated depreciation	(525,098)	(31,746,795)	(10,971,815)	(1,262,302)	(38,561,749)	(564,675)	(42,502)	(83,674,936)	(77,842,473)
<b>Net fixed assets</b>	<b>2,209,426</b>	<b>80,274,716</b>	<b>43,419,878</b>	<b>1,080,867</b>	<b>120,059,544</b>	<b>13,761,595</b>	<b>1,035,820</b>	<b>261,841,846</b>	<b>242,442,841</b>
<b>Total assets</b>	<b>\$ 6,316,428</b>	<b>\$ 169,881,088</b>	<b>\$ 81,458,574</b>	<b>\$ 2,442,418</b>	<b>\$ 150,380,771</b>	<b>\$ 13,931,688</b>	<b>\$ 1,415,634</b>	<b>\$ 425,826,601</b>	<b>\$ 355,482,938</b>
<b>Liabilities and fund equity</b>									
<b>Current liabilities:</b>									
Accounts payable	\$ 2,574	\$ 2,283,034	\$ 481,031	\$ 283,126	\$ 566,234	\$ 32,273	\$ 882	\$ 3,649,154	\$ 2,406,796
Accrued expenses	8,550	271,083	166,847	30,156	602,354			1,078,990	3,612,034
Current maturities of bonds payable and obligations under capital leases		2,265,000	1,310,112					3,575,112	3,391,189
Accrued compensated absences	48,763	229,356	181,155	205,000	7,301			671,575	698,453
Due to other governments		21,093	18,458		45,390	10,844		95,785	49,310
Due to other funds							44,665	44,665	923,783
Deferred revenues			389,079	13,930	268,640		10,625	682,274	541,635
<b>Total current liabilities</b>	<b>59,887</b>	<b>5,069,566</b>	<b>2,546,682</b>	<b>532,212</b>	<b>1,489,919</b>	<b>43,117</b>	<b>56,172</b>	<b>9,797,555</b>	<b>11,623,200</b>
<b>Liabilities payable from restricted assets:</b>									
Deposits		4,590,583	27,587		1,886,005	6,726	37,810	6,548,711	5,743,553
<b>Total liabilities payable from restricted assets</b>		<b>4,590,583</b>	<b>27,587</b>		<b>1,886,005</b>	<b>6,726</b>	<b>37,810</b>	<b>6,548,711</b>	<b>5,743,553</b>
<b>Long term liabilities:</b>									
Bonds payable		99,662,951	26,976,973					126,639,924	75,849,447
Obligations under capital leases			1,320,466					1,320,466	1,865,574
<b>Total long term liabilities</b>		<b>99,662,951</b>	<b>28,297,439</b>					<b>127,960,390</b>	<b>77,715,021</b>
<b>Total liabilities</b>	<b>59,887</b>	<b>109,323,100</b>	<b>30,871,708</b>	<b>532,212</b>	<b>3,375,924</b>	<b>49,843</b>	<b>93,982</b>	<b>144,306,656</b>	<b>95,081,774</b>
<b>Fund equity:</b>									
Contributions	20,645	31,231,612	15,726,706	1,260,566	114,270,278	13,588,141	1,022,764	177,120,712	171,686,738
Retained earnings:									
Reserved per revenue bond indentures		402,776	181,461					584,237	584,161
Unreserved	6,235,896	28,923,600	34,678,699	649,640	32,734,569	293,704	298,888	103,814,996	88,130,265
<b>Total retained earnings</b>	<b>6,235,896</b>	<b>29,326,376</b>	<b>34,860,160</b>	<b>649,640</b>	<b>32,734,569</b>	<b>293,704</b>	<b>298,888</b>	<b>104,399,233</b>	<b>88,714,426</b>
<b>Total fund equity</b>	<b>6,256,541</b>	<b>60,557,988</b>	<b>50,586,866</b>	<b>1,910,206</b>	<b>147,004,847</b>	<b>13,881,845</b>	<b>1,321,652</b>	<b>281,519,945</b>	<b>260,401,164</b>
<b>Total liabilities and fund equity</b>	<b>\$ 6,316,428</b>	<b>\$ 169,881,088</b>	<b>\$ 81,458,574</b>	<b>\$ 2,442,418</b>	<b>\$ 150,380,771</b>	<b>\$ 13,931,688</b>	<b>\$ 1,415,634</b>	<b>\$ 425,826,601</b>	<b>\$ 355,482,938</b>

**CITY OF MIAMI BEACH, FLORIDA**  
**ALL ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN RETAINED EARNINGS**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)

	Storm Water Utility Fund	Water and Sewer Fund	Parking System Fund	Sanitation Fund	Convention Center Complex Fund	Miami Beach Redevelopment Agency's Parking Fund	Miami Beach Redevelopment Agency's Leasing Fund	Totals	
								2000	1999
<b>Operating revenues:</b>									
Charges for services	\$ 3,757,231	\$ 42,787,071	\$ 12,744,652	\$ 4,030,497	\$ 4,311,766	\$ 1,558,040	\$ 487,778	\$ 69,677,035	\$ 66,427,573
Permits, rentals, and other	51,057	315,811	3,326,238	1,171,276	5,570,469	330	143	10,435,324	8,176,143
Total operating revenues	3,808,288	43,102,882	16,070,890	5,201,773	9,882,235	1,558,370	487,921	80,112,359	74,603,716
<b>Operating expenses:</b>									
Personal services	545,364	3,324,383	3,292,868	1,709,355	3,764,276			12,636,246	11,572,526
Operating supplies	162,895	651,102	262,389	28,814	1,067,259			2,172,459	2,151,102
Contractual services	110,823	24,956,626	2,659,498	1,645,525	2,346,005	901,900	42,978	32,663,355	32,644,984
Utilities	151	453,247	288,858	8,478	1,501,726			2,252,460	2,113,823
Insurance					109,788			109,788	113,974
Internal charges	334,561	2,262,531	1,075,375	597,197	124,422			4,394,086	3,682,426
Depreciation	91,984	1,476,594	1,184,215	93,192	2,786,458	378,553	28,493	6,039,489	5,402,110
Administrative fees	250,000	2,894,896	2,300,000	250,000	600,000			6,294,896	6,294,896
Amortization		106,273	160,832					267,105	267,105
Other operating	1,265	799,757	148,619	64,473			282,415	1,296,529	75,666
Total operating expenses	1,497,043	36,925,409	11,372,654	4,397,034	12,299,934	1,280,453	353,886	68,126,413	64,318,612
Operating income (loss)	2,311,245	6,177,473	4,698,236	804,739	(2,417,699)	277,917	134,035	11,985,946	10,285,104
<b>Non-operating revenues</b>									
(expenses):									
Interest and fiscal charges		(941,579)	(1,423,215)	(2,410)				(2,367,204)	(2,607,807)
Disposal of assets	753	7,309	(59,831)	1,900	(10,239)			(60,208)	3,040
Interest income	197,528	1,328,936	1,874,400		94,127			3,494,991	3,176,921
Total non-operating revenues (expenses)	198,281	394,666	391,254	(510)	83,888			1,067,579	572,154
Income (loss) before operating transfers	2,509,526	6,572,139	5,089,490	804,229	(2,333,811)	277,917	134,035	13,053,525	10,857,258
Operating transfers in				381,542				381,542	393,697
Operating transfers out	(644,512)	(269,674)	(19,463)	(53,428)		(338,890)		(1,325,967)	(1,560,739)
Net operating transfers	(644,512)	(269,674)	(19,463)	328,114		(338,890)		(944,425)	(1,167,042)
Net income (loss)	1,865,014	6,302,465	5,070,027	1,132,343	(2,333,811)	(60,973)	134,035	12,109,100	9,690,216
Add: Depreciation on contributed capital	12,680	1,131,930	261,700	20,056	1,749,079	372,244	28,018	3,575,707	3,202,626
Retained earnings (deficit), beginning of year	4,358,202	21,891,981	29,528,433	(502,759)	33,319,301	(17,567)	136,835	88,714,426	75,821,584
Retained earnings, end of year	\$ 6,235,896	\$ 29,326,376	\$ 34,860,160	\$ 649,640	\$ 32,734,569	\$ 293,704	\$ 298,888	\$ 104,399,233	\$ 88,714,426

**CITY OF MIAMI BEACH, FLORIDA**  
**ALL ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND INVESTMENTS**

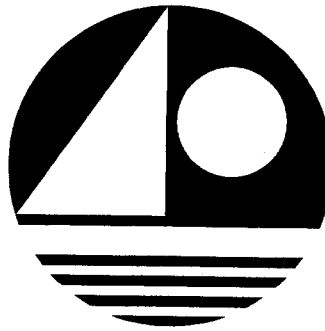
For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for September 30, 1999)

	Storm Water Utility Fund	Water and Sewer Fund	Parking System Fund	Sanitation Fund	Convention Center Complex Fund	Miami Beach Redevelopment Agency's Parking Fund	Miami Beach Redevelopment Agency's Leasing Fund	Totals	
								2000	1999
Cash flows from operating activities:									
Cash received from customers	\$ 3,149,730	\$ 40,583,593	\$ 12,901,621	\$ 3,869,742	\$ 3,997,352	\$ 1,580,706	\$ 156,482	\$ 66,239,226	\$ 64,229,247
Cash paid to suppliers	(781,288)	(32,728,484)	(6,244,888)	(2,259,270)	(5,832,637)	(1,473,085)	(32,928)	(49,352,580)	(44,850,609)
Cash paid to employees	(550,192)	(3,476,767)	(3,382,457)	(1,744,049)	(3,926,724)			(13,080,189)	(11,513,491)
Miscellaneous revenues	51,057	315,811	3,326,238	1,171,276	5,570,469	330	143	10,435,324	8,176,143
Net cash provided by (used in) operating activities	1,869,307	4,694,153	6,600,514	1,037,699	(191,540)	107,951	123,697	14,241,781	16,041,290
Cash flows for non-capital financing activities:									
Interfund advances									304,665
Repayment of interfund advances				(160,000)			(100,000)	(260,000)	(280,000)
Contributions from other funds									293,537
Transfers in				381,542				381,542	393,697
Transfers out	(644,512)	(269,674)	(19,463)	(53,428)		(338,890)		(1,325,967)	(941,621)
Net cash provided by (used in) non-capital financing activities	(644,512)	(269,674)	(19,463)	168,114		(338,890)	(100,000)	(1,204,425)	(229,722)
Cash flows from capital and related financial activities:									
Proceeds of debt issuance		53,721,264						53,721,264	
Interest and fiscal charges		(949,879)	(1,425,673)	(2,410)				(2,377,962)	(2,617,826)
Bond payments-principal		(2,165,000)	(735,000)					(2,900,000)	(2,780,000)
Capital lease payments			(491,185)					(491,185)	
Capital contributions					632,980			632,980	
Purchase of fixed assets	(444,705)	(6,930,984)	(3,739,180)	(173,534)	(5,627,015)	(365,885)	(27,540)	(17,308,843)	(13,710,652)
Proceeds from sale of fixed assets	2,200	7,950	6,900	1,900				18,950	9,732
Net cash provided by (used in) capital and related financial activities	(442,505)	43,683,351	(6,384,138)	(174,044)	(4,994,035)	(365,885)	(27,540)	31,295,204	(19,098,746)
Cash flows from investing activities:									
Interest on investments	197,528	1,030,862	1,991,792		94,127			3,314,309	3,774,028
Net cash provided by investing activities	197,528	1,030,862	1,991,792		94,127			3,314,309	3,774,028
Net increase (decrease) in cash and equivalents	979,818	49,138,692	2,188,705	1,031,769	(5,091,448)	(596,824)	(3,843)	47,646,869	486,850
Cash and investments - beginning of year	2,540,437	31,521,893	34,019,823	4,738	34,457,508	759,917	10,000	103,314,316	102,827,466
Cash and investments - end of year	\$ 3,520,255	\$ 80,660,585	\$ 36,208,528	\$ 1,036,507	\$ 29,366,060	\$ 163,093	\$ 6,157	\$ 150,961,185	\$ 103,314,316
Classified as:									
Current assets	\$ 3,520,255	\$ 2,333,209	\$ 16,313,293	\$ 1,036,507	\$ 1,425,901	\$ 163,093	\$ 6,157	\$ 24,798,415	\$ 43,359,015
Restricted assets		78,327,376	19,895,235		27,940,159			126,162,770	59,955,301
Total cash and investments	\$ 3,520,255	\$ 80,660,585	\$ 36,208,528	\$ 1,036,507	\$ 29,366,060	\$ 163,093	\$ 6,157	\$ 150,961,185	\$ 103,314,316
Non-cash transactions affecting financial position:									
Capital contributions of fixed assets	\$	\$ 43,840	\$ 8,266,061	\$ 27,418	\$	\$	\$	\$ 8,337,319	\$ 15,015,608

CITY OF MIAMI BEACH, FLORIDA  
ALL ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY  
(USED IN) OPERATING ACTIVITIES

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for September 30, 1999)  
(continued)

	Storm Water Utility Fund	Water and Sewer Fund	Parking System Fund	Sanitation Fund	Convention Center Complex Fund	Miami Beach Redevelopment Agency's Parking Fund	Miami Beach Redevelopment Agency's Leasing Fund	Totals	
								2000	1999
Operating income (loss)	\$ 2,311,245	\$ 6,177,473	\$ 4,698,236	\$ 804,739	\$ (2,417,699)	\$ 277,917	\$ 134,035	\$ 11,985,946	\$ 10,285,104
Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities:									
Depreciation and amort- ization	91,984	1,582,867	1,345,047	93,192	2,786,458	378,553	28,493	6,306,594	5,669,215
Provision for uncollectible accounts	75,902	799,757	25,543	52,260	(96,822)		282,415	1,139,055	308,112
Changes in assets and liabilities:									
(Increase) decrease in inventories		(197,107)						(197,107)	377
(Increase) decrease in accounts receivable	(607,501)	(2,363,478)	156,969	(161,111)	(202,636)	22,666	(331,296)	(3,486,387)	(2,294,048)
Decrease in due from other funds		160,000						160,000	10,000
(Increase) decrease in prepaid expense		(822,831)	132,212		(2,995)		(39,054)	(732,668)	752
Increase (decrease) in accounts payable	2,505	1,321,550	73,121	282,957	(470,717)		669	1,210,085	1,054,202
(Decrease) increase in accrued expenses	(13,419)	(2,326,658)	(98,556)	(51,221)	(32,432)			(2,522,286)	207,571
Increase in deposits		417,504	4,157		340,871	4,816	37,810	805,158	743,269
Increase (decrease) in due to other governments		10,691	13,382		11,558	10,844		46,475	(44,135)
Decrease in due to other funds						(586,845)		(586,845)	
Increase (decrease) in deferred revenues			241,436	356	(111,778)		10,625	140,639	197,216
Increase (decrease) in accrued compensated absences	8,591	(65,615)	8,967	16,527	4,652			(26,878)	(96,345)
Total adjustments	(441,938)	(1,483,320)	1,902,278	232,960	2,226,159	(169,966)	(10,338)	2,255,835	5,756,186
Net cash provided by (used in) operating activities	\$ 1,869,307	\$ 4,694,153	\$ 6,600,514	\$ 1,037,699	\$ (191,540)	\$ 107,951	\$ 123,697	\$ 14,241,781	\$ 16,041,290



City of Miami Beach

This page intentionally left blank



## **INTERNAL SERVICE FUNDS**

**Internal Service Funds are used to account for the financing of goods or services by one department to other departments of the City of Miami Beach on a cost reimbursement basis.**

**CITY OF MIAMI BEACH, FLORIDA  
NATURE AND PURPOSE OF FUNDS  
INTERNAL SERVICE FUND TYPE**

<u>Fleet Management Fund</u>	This fund accounts for operations of the central warehouse, and the purchase and maintenance of the City's fleet of vehicles.
<u>Property Management Fund</u>	This fund accounts for the cleaning, operating and renovations of City buildings.
<u>Central Services Fund</u>	This fund accounts for the operation of the office supplies warehouse, central printing function and central mail facility.
<u>Self Insurance Fund</u>	This fund accounts for the City's insurance operations, both retained and insured.
<u>Communications Fund</u>	This fund accounts for centralized telecommunications operations.

**CITY OF MIAMI BEACH, FLORIDA  
ALL INTERNAL SERVICE FUNDS  
COMBINING BALANCE SHEET**

**September 30, 2000  
(With Comparative Totals for September 30, 1999)**

	Fleet Management Fund	Property Management Fund	Central Services Fund	Self Insurance Fund	Communications Fund	Totals	
						2000	1999
<b>Assets</b>							
Current assets:							
Cash and investments	\$ 6,991,353	\$ 977,993	\$ 159,092	\$ 100,000	\$ 4,432,954	\$ 12,561,392	\$ 8,709,276
Cash with fiscal agent						100,000	100,000
Inventories at cost	125,067	119,733	23,816		21,147	289,763	301,867
Accounts receivable, net	1,475	3,311	10,473		3,164	18,423	83,357
Due from other funds		15	133	10,149	274	10,571	10,333
Prepaid expenses				530,048		530,048	317,773
Total current assets	7,117,895	1,101,052	193,514	640,197	4,457,539	13,510,197	9,522,606
Restricted assets:							
Cash and investments				9,755,219		9,755,219	9,202,201
Total restricted assets				9,755,219		9,755,219	9,202,201
Fixed assets:							
Land	608,520					608,520	608,520
Buildings and structures	2,001,269	19,276				2,020,545	2,020,545
Machinery and equipment	19,884,924	1,456,242	97,861	51,824	13,494,838	34,985,689	35,674,000
Construction in progress					1,148,283	1,148,283	538,874
	22,494,713	1,475,518	97,861	51,824	14,643,121	38,763,037	38,841,939
Less accumulated depreciation	(12,861,574)	(1,061,884)	(85,283)	(43,727)	(11,213,057)	(25,265,525)	(25,529,502)
Net fixed assets	9,633,139	413,634	12,578	8,097	3,430,064	13,497,512	13,312,437
Total assets	\$ 16,751,034	\$ 1,514,686	\$ 206,092	\$ 10,403,513	\$ 7,887,603	\$ 36,762,928	\$ 32,037,244
<b>Liabilities and fund equity (deficit)</b>							
Current liabilities:							
Accounts payable	\$ 132,464	\$ 159,346	\$ 23,028	\$ 35,429	\$ 186,685	\$ 536,952	\$ 237,195
Accrued compensated absences	154,950	203,153	11,759	23,263	183,764	576,889	207,299
Accrued expenses	14,296	28,881	2,679	5,564	23,587	75,007	545,003
Total current liabilities	301,710	391,380	37,466	64,256	394,036	1,188,848	989,497
Liabilities payable from restricted assets:							
Pending insurance claims				5,305,000		5,305,000	5,361,000
Insurance claims incurred but not reported				8,027,000		8,027,000	11,235,000
Total liabilities payable from restricted assets				13,332,000		13,332,000	16,596,000
Total liabilities	301,710	391,380	37,466	13,396,256	394,036	14,520,848	17,585,497
Fund equity (deficit):							
Contributions from City	6,391,008	161,872	3,620	3,630	466,683	7,026,813	7,532,481
Retained earnings (accumulated deficit):							
Unreserved	10,058,316	961,434	165,006	(2,996,373)	7,026,884	15,215,267	6,919,266
Total fund equity (deficit)	16,449,324	1,123,306	168,626	(2,992,743)	7,493,567	22,242,080	14,451,747
Total liabilities and fund equity (deficit)	\$ 16,751,034	\$ 1,514,686	\$ 206,092	\$ 10,403,513	\$ 7,887,603	\$ 36,762,928	\$ 32,037,244

**CITY OF MIAMI BEACH, FLORIDA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)

	Fleet Management Fund	Property Management Fund	Central Services Fund	Self Insurance Fund	Communications Fund	Totals 2000	Totals 1999
<b>Operating revenues:</b>							
Charges for services	\$ 5,737,011	\$ 4,419,294	\$ 653,319	\$ 8,557,295	\$ 5,945,588	\$ 25,312,507	\$ 22,166,872
Miscellaneous	443,084	103,583	39	321,732	661,058	1,529,476	1,347,361
Total operating revenues	6,180,095	4,522,857	653,358	8,879,027	6,606,646	26,841,983	23,514,233
<b>Operating expenses:</b>							
Personal services	886,314	1,505,091	187,619	283,197	1,404,323	4,246,544	4,306,234
Operating supplies	1,570,902	392,161	44,886	94,859	155,563	2,258,351	1,692,371
Contractual services	301,080	1,141,001	219,919	3,535,626	665,075	5,862,701	4,545,820
Utilities	35,161	466,161	119	1,638	621,924	1,125,003	1,255,515
Internal charges	378,203	390,693	56,576	20,837	432,988	1,279,277	1,203,859
Administrative fees	100,000	75,000	25,000	571,094	75,000	846,094	846,094
Depreciation	2,432,877	183,377	9,058	3,018	1,810,107	4,438,437	4,276,609
Insurance				857,168		857,168	774,858
Claims and judgements				28,154		28,154	6,535,125
Other	474,881				639,646	1,114,527	1,435,943
Total operating expenses	6,179,418	4,153,484	543,157	5,375,591	5,804,606	22,056,256	26,872,428
Operating income (loss)	677	369,373	110,201	3,503,436	802,040	4,785,727	(3,358,195)
Non-operating revenues (expenses):							
Interest and fiscal charges							(12,694)
Disposal of assets	67,911	8,150	1,050		(30,441)	46,670	(104,331)
Interest income	322,554	3,552	2,758	529,806	178,682	1,037,352	791,858
Total non-operating revenues (expenses)	390,465	11,702	3,808	529,806	148,241	1,084,022	674,833
Income (loss) before operating transfers	391,142	381,075	114,009	4,033,242	950,281	5,869,749	(2,683,362)
Operating transfers in							300,000
Operating transfers out							(69,472)
Net operating transfers							230,528
Net income (loss)	391,142	376,764	114,009	4,024,578	893,784	5,800,277	(2,452,834)
Add: Depreciation on contributed equity	1,596,668	84,031	481	3,087	811,457	2,495,724	2,007,966
Retained earnings (deficit), beginning of year	8,070,506	500,639	50,516	(7,024,038)	5,321,643	6,919,266	7,384,134
Retained earnings (deficit), end of year	\$ 10,058,316	\$ 961,434	\$ 165,006	\$ (2,996,373)	\$ 7,026,884	\$ 15,215,267	\$ 6,919,266

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS-ALL INTERNAL SERVICE FUNDS**  
**INCREASE (DECREASE) IN CASH AND INVESTMENTS**

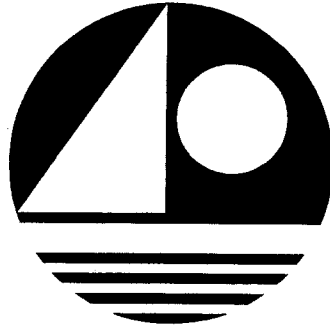
For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for September 30, 1999)

	Fleet Management Fund	Property Maintenance Fund	Central Services Fund	Self Insurance Fund	Communications Fund	Totals
						2000
						1999
Cash flows from operating activities:						
Cash received from users	\$ 5,737,011	\$ 4,419,294	\$ 644,157	\$ 8,557,295	\$ 5,960,646	\$ 25,318,403
Cash paid to suppliers	(2,808,361)	(2,391,033)	(327,031)	(5,285,812)	(2,430,504)	(13,242,741)
Cash paid to employees	(898,935)	(1,556,080)	(191,351)	(264,416)	(1,436,168)	(4,346,950)
Cash paid for claims and judgements				(3,292,154)	(3,292,154)	(3,874,125)
Miscellaneous revenues	441,508	163,145	39	321,732	661,058	1,587,482
						1,286,544
Net cash provided by operating activities	2,471,223	635,326	125,814	36,645	2,755,032	6,024,040
						2,404,663
Cash flows for non-capital financing activities:						
Repayment of interfund advances						
Transfers in						(230,000)
Transfers out		(4,311)		(8,664)	(56,497)	300,000
						(69,472)
Net cash provided by (used in) non-capital financing activities		(4,311)		(8,664)	(56,497)	528
Cash flows from capital and related financial activities:						
Interest and fiscal charges						
Purchase of fixed assets	(1,308,758)	(82,389)		(4,769)	(1,273,224)	(2,669,140)
Proceeds from sale of fixed assets	70,805	8,150	1,049		2,350	82,354
Net cash provided by (used in) capital and related financial activities	(1,237,953)	(74,239)	1,049	(4,769)	(1,270,874)	(2,318,466)
Cash flows from investing activities:						
Interest on investments	322,554	3,552	2,758	529,806	178,682	1,037,352
						791,858
Net cash provided by investing activities	322,554	3,552	2,758	529,806	178,682	791,858
Net increase in cash and equivalents	1,555,824	560,328	129,621	553,018	1,606,343	4,405,134
Cash and investments - beginning of year	5,435,529	417,665	29,471	9,302,201	2,826,611	18,011,477
Cash and investments - end of year	\$ 6,991,353	\$ 977,993	\$ 159,092	\$ 9,855,219	\$ 4,432,954	\$ 22,416,611
						\$ 18,011,477
Classified as:						
Current assets	\$ 6,991,353	\$ 977,993	\$ 159,092	\$ 100,000	\$ 4,432,954	\$ 12,661,392
Restricted assets				9,755,219		9,755,219
Total cash and investments	\$ 6,991,353	\$ 977,993	\$ 159,092	\$ 9,855,219	\$ 4,432,954	\$ 22,416,611
						\$ 18,011,477
Non-cash transactions affecting financial position:						
Capital contributions of fixed assets	\$ 1,838,338	\$ 24,409	\$	\$ 908	\$ 27,244	\$ 1,890,899
						\$ 1,589,792

(continued)

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for September 30, 1999)  
(continued)

89



City of Miami Beach

This page intentionally left blank

## **TRUST AND AGENCY FUNDS**

**Trust and Agency Funds are used to account for assets held by the City of Miami Beach in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.**



**CITY OF MIAMI BEACH, FLORIDA  
NATURE AND PURPOSE OF FUNDS  
TRUST AND AGENCY FUND TYPE**

<u>Retirement System for General Employees</u>	This fund accounts for the contributions, benefits and related expenditures of the general employees retirement system.
<u>Retirement System for Police and Fire</u>	This fund accounts for the contributions, benefits and related expenditures of the police and fire retirement system.
<u>Retirement System for Non-Civil Service Employees</u>	This fund accounts for the contributions, benefits and related expenditures of the non-civil service employees retirement system.
<u>Police Confiscation and Training</u>	This fund accounts for monies received from confiscations, forfeitures and fines.
<u>Recreation</u>	This fund accounts for fees related to special recreation programs.
<u>General Agency</u>	This fund accounts for general deposits held in trust until obligations are met or refunds are made.

**CITY OF MIAMI BEACH, FLORIDA  
COMBINING BALANCE SHEET  
ALL TRUST AND AGENCY FUNDS**

September 30, 2000  
(With Comparative Totals for September 30, 1999)

<u>Assets</u>	Pension Trust Funds	Expendable Trust Funds	Agency Funds	Totals	
				2000	1999
Cash and investments	\$ 795,104,122	\$ 1,917,783	\$ 2,831,845	\$ 799,853,750	\$ 747,697,611
Receivables:					
Accounts, net	303,750	294,989	1,439	600,178	178,324
Accrued interest	3,789,909			3,789,909	4,892,190
Total assets	\$ 799,197,781	\$ 2,212,772	\$ 2,833,284	\$ 804,243,837	\$ 752,768,125
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 3,952,667	\$ 44,168	\$ 271,726	\$ 4,268,561	\$ 1,277,114
Accrued expenditures		2,267		2,267	7,612
Deposits			2,561,558	2,561,558	1,874,333
Total liabilities	3,952,667	46,435	2,833,284	6,832,386	3,159,059
Fund Balances:					
Reserved for encumbrances		284,290		284,290	361,865
Reserved for employees' pension benefits	795,245,114	1,882,047		795,245,114	747,568,486
Unreserved				1,882,047	1,678,715
Total fund balances	795,245,114	2,166,337		797,411,451	749,609,066
Total liabilities and fund balances	\$ 799,197,781	\$ 2,212,772	\$ 2,833,284	\$ 804,243,837	\$ 752,768,125

**CITY OF MIAMI BEACH, FLORIDA  
COMBINING BALANCE SHEET  
PENSION TRUST FUNDS**

September 30, 2000  
(With Comparative Totals for September 30, 1999)

	Retirement System for General Employees	Retirement System for Police and Fire	Retirement System for Non- Civil Serv. Empl.	Totals
	2000	2000	2000	1999
<b>Assets</b>				
Cash and investments	\$ 259,953,764	\$ 442,144,403	\$ 93,005,955	\$ 743,547,249
Receivables:				
Accounts, net	249,690		54,060	77,161
Accrued interest	722,909	3,067,000		4,892,190
Total assets	\$ 260,926,363	\$ 445,211,403	\$ 93,060,015	\$ 748,516,600
<b>Liabilities and fund balances</b>				
Liabilities:				
Accounts payable	\$ 88,675	\$ 3,644,477	\$ 219,515	\$ 948,114
Total liabilities	88,675	3,644,477	219,515	948,114
Fund balances:				
Reserved for employees' pension benefits	260,837,688	441,566,926	92,840,500	747,568,486
Total fund balances	260,837,688	441,566,926	92,840,500	747,568,486
Total liabilities and fund balances	\$ 260,926,363	\$ 445,211,403	\$ 93,060,015	\$ 748,516,600

**CITY OF MIAMI BEACH, FLORIDA  
COMBINING BALANCE SHEET  
ALL EXPENDABLE TRUST FUNDS**

**September 30, 2000  
(With Comparative Totals for September 30, 1999)**

	Police Confiscation and Training	Recreation	Totals	
			2000	1999
<b><u>Assets</u></b>				
Cash and investments	\$ 1,374,277	\$ 543,506	\$ 1,917,783	\$ 2,197,324
Accounts receivable	278,852	16,137	294,989	99,724
Total assets	<u>\$ 1,653,129</u>	<u>\$ 559,643</u>	<u>\$ 2,212,772</u>	<u>\$ 2,297,048</u>
<b><u>Liabilities and Fund Balances</u></b>				
Liabilities:				
Accounts payable	\$ 21,907	\$ 22,261	\$ 44,168	\$ 248,856
Accrued expenditures		2,267	2,267	7,612
Total liabilities	<u>21,907</u>	<u>24,528</u>	<u>46,435</u>	<u>256,468</u>
Fund balances:				
Reserved for encumbrances	238,110	46,180	284,290	361,865
Unreserved	1,393,112	488,935	1,882,047	1,678,715
Total fund balances	<u>1,631,222</u>	<u>535,115</u>	<u>2,166,337</u>	<u>2,040,580</u>
Total liabilities and fund balances	<u>\$ 1,653,129</u>	<u>\$ 559,643</u>	<u>\$ 2,212,772</u>	<u>\$ 2,297,048</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - EXPENDABLE TRUST FUNDS**

**For the Fiscal Year Ended September 30, 2000**  
**(With Comparative Totals for the Fiscal Year Ended September 30, 1999)**

	Police Confiscation and Training	Recreation	Totals	
			2000	1999
<b>Revenues:</b>				
Charges for service	\$	\$ 799,626	\$ 799,626	\$ 783,653
Interest income	91,373		91,373	109,804
Fines and forfeitures	1,690,740		1,690,740	2,354,618
Sale of city property	171,068		171,068	14,758
Other				10
Total revenues	1,953,181	799,626	2,752,807	3,262,843
<b>Expenditures:</b>				
Current:				
Public safety	1,957,139		1,957,139	2,569,469
Culture and recreation		669,911	669,911	689,613
Total expenditures	1,957,139	669,911	2,627,050	3,259,082
Excess of revenues over expenditures	(3,958)	129,715	125,757	3,761
Fund balances - beginning of year	1,635,180	405,400	2,040,580	2,036,819
Fund balances - end of year	\$ 1,631,222	\$ 535,115	\$ 2,166,337	\$ 2,040,580

**CITY OF MIAMI BEACH, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS**  
**ALL PENSION TRUST FUNDS**

For the Fiscal Year Ended September 30, 2000  
(With Comparative Totals for the Fiscal Year Ended September 30, 1999)

	Retirement System for General Employees	Retirement System for Police and Fire	Retirement System for Non- Civil Serv. Empl.	Totals
	2000	1999	2000	1999
<b>Additions:</b>				
Contributions -				
Employer	\$ 1,996,035	\$ 3,695,301	\$ 666,897	\$ 3,658,312
Employee			650,173	5,969,818
Transfers from other systems			66,495	15,164
Other	11,939		11,939	16,385
Total contributions	2,007,974	3,695,301	1,383,565	9,659,679
Investment income -				
Net appreciation in fair value of				
Investments	16,791,442	29,258,218	7,639,888	61,107,588
Interest income	8,510,738	12,473,680	1,215,417	21,968,827
Dividends	780,187	2,544,548	853,912	4,279,731
Investment management expenses	26,082,367	44,276,446	9,709,217	87,356,146
Deferred retirement option plan	(659,346)	(1,170,092)	(266,175)	(1,885,206)
participants' earnings		(184,027)		
Net investment income	25,423,021	42,922,327	9,443,042	85,470,940
Expense reimbursement by City of Miami				
Beach				1,031,243
Total additions	27,430,995	46,617,628	10,826,607	96,161,862
<b>Deductions:</b>				
Benefit paid	13,224,789	19,027,708	3,518,668	30,822,616
Contributions refunded	114,836	93,555	138,309	562,572
Transfers to other systems	122,757			15,164
Administrative expenses	341,915	476,069	139,996	975,423
Total deductions	13,804,297	19,597,332	3,796,973	32,375,775
Net increase	13,626,698	27,020,296	7,029,634	63,786,087
Net assets held in trust for pension benefits -				
beginning of year	247,210,990	414,546,630	85,810,866	683,782,399
Net assets held in trust for pension benefits -				
end of year	\$ 260,837,688	\$ 441,566,926	\$ 92,840,500	\$ 747,568,486

**CITY OF MIAMI BEACH, FLORIDA  
GENERAL AGENCY FUND  
STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES**

**For the Fiscal Year Ended September 30, 2000**

	<u>September 30, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>September 30, 2000</u>
<u>Assets</u>				
Cash and investments	\$ 1,953,038	\$ 36,803,882	\$ 35,925,075	\$ 2,831,845
Accounts receivable	<u>1,439</u>			<u>1,439</u>
Total Assets	<u>\$ 1,954,477</u>	<u>\$ 36,803,882</u>	<u>\$ 35,925,075</u>	<u>\$ 2,833,284</u>
<u>Liabilities</u>				
Accounts payable	\$ 80,144	\$ 12,237,320	\$ 12,045,738	\$ 271,726
Deposits	<u>1,874,333</u>	<u>36,720,133</u>	<u>36,032,908</u>	<u>2,561,558</u>
Total Liabilities	<u>\$ 1,954,477</u>	<u>\$ 48,957,453</u>	<u>\$ 48,078,646</u>	<u>\$ 2,833,284</u>



City of Miami Beach

This page intentionally left blank



## **GENERAL FIXED ASSETS ACCOUNT GROUP**

**The General Fixed Assets Account Group is used to account for tangible assets of the City of Miami Beach having a useful life longer than the year of acquisition and having a monetary value large enough to warrant maintaining custodial records on the property.**

**CITY OF MIAMI BEACH, FLORIDA  
GENERAL FIXED ASSETS  
COMPARATIVE BALANCE SHEET**

**September 30, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<b>Assets:</b>		
Land	\$ 88,477,248	\$ 87,392,658
Buildings	31,779,437	31,779,437
Permanent Improvements	64,746,152	64,514,705
Furniture and Fixtures	1,148,986	711,639
Equipment	3,631,877	2,907,763
Construction In Progress	<u>111,396,292</u>	<u>110,987,866</u>
Total assets	<u>\$ 301,179,992</u>	<u>\$ 298,294,068</u>
<b>Fund Equity:</b>		
Investment in general fixed assets	<u>\$ 301,179,992</u>	<u>\$ 298,294,068</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTIONS AND ACTIVITIES**

September 30, 2000

	Land	Buildings	Furniture and Fixtures	Equipment	Permanent Improvements	Constuction Work-in-progress	Total
City Hall - Administration	\$ 20,000	\$ 7,170,603	\$ 298,105	\$ 404,228	\$ 103,588	\$	\$ 7,996,524
Fire Department	11,351	1,042,609	10,351	958,963	89,062		2,112,336
Police Department	2,745,237	18,037,174	628,421	1,184,580	140,378		22,735,790
Recreation, Culture & Parks:							
Parks and Land	827,369	498,774		170,072	13,521,984		15,018,199
Recreation and Playgrounds	32,012,698	3,017,290	11,154	207,341	11,190,118		46,438,601
Public Beaches		134,344			386,729		521,073
Golf Courses	1,950,906	624,298	20,008	234,022	3,465,186		6,294,420
Bass Museum		47,271	16,629	131,360	166,507		361,767
Holocaust Memorial			66,464	6,839	2,110,786		2,184,089
Public Works Department:							
Public Works Properties	1,656,289	1,176,017	3,610	45,005	156,017		2,988,323
Engineering and Design							48,615
Storm Sewers					3,402,174		3,402,174
Seawalls & Jetties					25,920		25,920
Sidewalks					1,060,624		1,060,624
Highways and Streets				131,378	15,172,062		15,303,440
Bridges					5,043,829		5,043,829
Docks and Channels					209,393		209,393
Waterways & Bulkheads					667,960		667,960
Whiteways					3,752,622		3,752,622
Right of Way	1,258,734				186,290		1,445,024
Economic & Community Development			11,256	12,135			23,391
Miami Beach Redevelopment Agency	47,880,853		2,399	8,779	2,508,051	35,828,539	86,228,621
Miscellaneous	113,811	31,057	80,589	137,175	1,386,872		1,749,504
Construction In Progress						75,567,753	75,567,753
	<u>\$ 88,477,248</u>	<u>\$ 31,779,437</u>	<u>\$ 1,148,986</u>	<u>\$ 3,631,877</u>	<u>\$ 64,746,152</u>	<u>\$ 111,396,292</u>	<u>\$ 301,179,992</u>

**CITY OF MIAMI BEACH, FLORIDA  
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE**

**September 30, 2000**

---

**General Fixed Assets:**

Land	\$ 88,477,248
Buildings	31,779,437
Permanent improvements	64,746,152
Furniture and fixtures	1,148,986
Equipment	3,631,877
Construction in progress	<u>111,396,292</u>
	<u><u>\$ 301,179,992</u></u>

**Investment in general fixed assets from:**

Balance at 9/30/86	\$ 95,550,242
General fund	4,755,574
Bond fund	104,602,094
Special revenue funds	7,313,485
Trust and agency funds	2,729,976
Redevelopment agency funds	<u>86,228,621</u>
	<u><u>\$ 301,179,992</u></u>

**CITY OF MIAMI BEACH, FLORIDA**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTIONS AND ACTIVITIES**

For the Fiscal Year Ended September 30, 2000

	Balance 10/01/99	Additions	Deletions	Balance 09/30/00
City Hall - Administration	\$ 7,690,514	\$ 344,609	\$ 38,600	\$ 7,996,523
Fire Department	1,835,207	353,903	76,774	2,112,336
Police Department	22,303,362	469,069	36,640	22,735,791
Recreation, Culture & Parks:				
Parks and Land	15,018,199			15,018,199
Recreation and Playgrounds	46,218,441	220,160		46,438,601
Public Beaches	521,073			521,073
Golf Courses	6,294,420			6,294,420
Bass Museum	240,683	121,084		361,767
Holocaust Memorial	2,184,089			2,184,089
Public Works Department:				
Public Works Properties	2,988,323			2,988,323
Engineering and Design	53,602		4,987	48,615
Storm Sewers	3,402,174			3,402,174
Seawall & Jetties	25,920			25,920
Sidewalks	1,060,624			1,060,624
Highways and Streets	15,295,318	8,122		15,303,440
Bridges	5,043,829			5,043,829
Docks and Channels	209,393			209,393
Waterways & Bulkheads	667,960			667,960
Whiteways	3,752,622			3,752,622
Right of way	1,445,024			1,445,024
Economic & Community Development	22,756	2,674	2,039	23,391
Miami Beach Redevelopment Agency	84,511,129	1,717,492		86,228,621
Miscellaneous	1,717,177	32,328		1,749,505
Construction In Progress	75,792,229	8,898,792	9,123,269	75,567,752
	<u>\$ 298,294,068</u>	<u>\$ 12,168,233</u>	<u>\$ 9,282,309</u>	<u>\$ 301,179,992</u>

## **GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP**

**The General Long-Term Obligations Account Group is used to account for the City of Miami Beach's debt, and other long-term indebtedness, payable serially from the proceeds of general tax revenues levied for the purpose.**

**CITY OF MIAMI BEACH, FLORIDA**  
**COMPARATIVE BALANCE SHEET - GENERAL LONG-TERM OBLIGATIONS**

**September 30, 2000 and 1999**

<u>ASSETS</u>	<u>2000</u>	<u>1999</u>
Amount available for long-term debt	\$ 11,612,658	\$ 10,644,232
Amount to be provided for long-term obligations	<u>269,416,897</u>	<u>254,503,873</u>
Total assets	<u>\$ 281,029,555</u>	<u>\$ 265,148,105</u>
 <u>LIABILITIES</u>		
General obligation bonds	\$ 57,535,000	\$ 34,725,000
Special obligation bonds	200,760,000	206,640,000
Due to developer	9,914,740	11,189,740
Accrued compensated absences	9,197,076	8,637,306
Other Obligations	<u>3,622,739</u>	<u>3,956,059</u>
Total liabilities	<u>\$ 281,029,555</u>	<u>\$ 265,148,105</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**SCHEDULE OF LONG TERM BONDED DEBT OUTSTANDING**

As of September 30, 2000

Description	Series	Rate of Interest	Date of Issue	Maturity Date	Call Date	Original Issue	Prior Maturities	Debt Service Cost For the Year Ended September 30, 2000		Outstanding Principal September 30, 2000
								Principal	Interest	
1992 General Obligation Refunding Bonds	1992	3.30-5.30	1/1/93	9/1/03		54,360,000	35,135,000	5,890,000	991,082	13,335,000
1987 General Obligation Bonds		3.75-6.35	3/1/87	9/1/02	9/1/97	3,000,000	2,400,000	200,000	37,800	400,000
1996 General Obligation Bonds	1996	3.70-4.50	10/1/97	9/1/07		15,000,000	100,000	1,100,000	625,050	13,800,000
1985 Gulf Breeze VRDS	1985B	Variable	6/1/00	12/1/13	N/A	15,910,000				15,910,000
1985 Gulf Breeze VRDS	1985E	Variable	6/1/00	12/1/20	N/A	14,090,000				14,090,000
Total General Obligations						102,360,000	37,635,000	7,190,000	1,653,932	57,535,000
1996 Resort Tax Refunding	1996	3.6-5.5	5/1/96	10/1/10	10/1/06	4,095,000	235,000	85,000	214,656	3,775,000
1985 Gulf Breeze VRDS	1985C	Variable	7/1/93	7/1/13	N/A	21,665,000	3,050,000	700,000	943,753	17,915,000
1994 Sunshine State VRDS	1994	Variable	8/16/94	9/1/14	N/A	30,000,000	5,760,000	1,270,000		22,970,000
1989 Tax Increment Revenue		9.125	12/1/89	12/1/04	12/1/99	7,000,000	3,090,000	520,000	333,063	3,390,000
1993 Tax Increment Revenue		3.25-5.875	1/1/94	6/1/22	12/1/04	25,000,000	2,265,000	485,000	1,280,611	22,250,000
1996 Tax Increment Revenue	1996	4.00-8.95	8/1/96	12/1/23	12/1/06	45,205,000	1,730,000	635,000	3,585,626	42,840,000
1998 Tax Increment Revenue	1998	3.6-7.0	7/1/98	12/1/22	12/1/08	38,240,000		705,000	2,382,888	37,535,000
1994 Taxable Special Obligation Bonds	1994	6.62-8.6	2/1/95	9/1/21	9/2/05	57,710,000	6,145,000	1,480,000	4,364,718	50,085,000
Total Special Obligations						228,915,000	22,275,000	5,880,000	13,105,315	200,760,000
Total Bonded Debt						\$ 331,275,000	\$ 59,910,000	\$ 13,070,000	\$ 14,759,247	\$ 258,295,000



**CITY OF MIAMI BEACH, FLORIDA**  
**DEBT SERVICE REQUIREMENTS - GENERAL OBLIGATION BONDS**

**September 30, 2000**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000-01	\$ 6,550,000	\$ 2,761,392	\$ 9,311,392
2001-02	7,175,000	2,567,435	9,742,435
2002-03	7,285,000	2,233,801	9,518,801
2003-04	5,515,000	1,851,814	7,366,814
2004-05	3,890,000	1,608,258	5,498,258
2005-06	1,590,000	1,433,783	3,023,783
2006-07	1,645,000	1,356,740	3,001,740
2007-08	1,200,000	1,275,901	2,475,901
2008-09	1,260,000	1,214,086	2,474,086
2009-10	1,325,000	1,148,484	2,473,484
2010-11	1,390,000	1,078,903	2,468,903
2011-12	1,460,000	1,005,151	2,465,151
2012-13	1,540,000	926,381	2,466,381
2013-14	1,620,000	841,831	2,461,831
2014-15	1,700,000	751,341	2,451,341
2015-16	1,795,000	654,780	2,449,780
2016-17	1,895,000	551,672	2,446,672
2017-18	2,000,000	441,876	2,441,876
2018-19	2,110,000	325,241	2,435,241
2019-20	2,230,000	200,993	2,430,993
2020-21	2,360,000	68,440	2,428,440
	<u>\$ 57,535,000</u>	<u>\$ 24,298,303</u>	<u>\$ 81,833,303</u>

**CITY OF MIAMI BEACH, FLORIDA**  
**DEBT SERVICE REQUIREMENTS - SPECIAL OBLIGATION BONDS**

**September 30, 2000**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000-01	\$ 6,310,000	\$ 11,292,928	\$ 17,602,928
2001-02	6,650,000	10,950,154	17,600,154
2002-03	7,125,000	10,589,529	17,714,529
2003-04	7,100,000	10,195,896	17,295,896
2004-05	7,255,000	9,821,656	17,076,656
2005-06	6,885,000	8,611,696	15,496,696
2006-07	7,340,000	8,203,021	15,543,021
2007-08	7,820,000	7,765,738	15,585,738
2008-09	8,385,000	7,298,055	15,683,055
2009-10	8,975,000	6,825,540	15,800,540
2010-11	9,555,000	6,348,616	15,903,616
2011-12	10,270,000	5,838,359	16,108,359
2012-13	11,275,000	5,289,599	16,564,599
2013-14	9,630,000	4,712,775	14,342,775
2014-15	8,190,000	4,194,821	12,384,821
2015-16	8,810,000	3,737,329	12,547,329
2016-17	9,510,000	3,244,697	12,754,697
2017-18	10,240,000	2,712,623	12,952,623
2018-19	11,010,000	2,139,821	13,149,821
2019-20	11,810,000	1,526,149	13,336,149
2020-21	9,185,000	869,864	10,054,864
2021-22	8,395,000	465,453	8,860,453
2022-23	9,035,000	158,416	9,193,416
	<u>\$ 200,760,000</u>	<u>\$ 132,792,735</u>	<u>\$ 333,552,735</u>

## **STATISTICAL INFORMATION**

**This section includes unaudited financial statistical information presented for purposes of analysis.**

CITY OF MIAMI BEACH, FLORIDA

ALL GOVERNMENTAL FUNDS EXPENDITURES BY FUNCTION

FISCAL YEARS 1991 THRU 2000

Fiscal Year	General Governmental Services	Public Safety	Physical Environment	Transportation	Economic Environment	Human Services	Culture and Recreational	Capital Projects	Debt Service	Total
1990-91	\$ 23,935,572	\$ 49,635,703	\$ 510,955	\$ 2,399,584	\$ 1,733,623	\$ 730,002	\$ 13,947,426	\$ 14,016,007	\$ 19,616,834	\$ 126,525,706
1991-92	24,093,504	50,657,155	499,401	2,345,449	2,696,309	833,565	13,975,040	4,956,502	19,290,816	119,347,741
1992-93	24,624,616	50,412,973	464,315	1,801,365	5,106,163	1,021,702	15,141,349	3,632,204	18,532,247	120,736,934
1993-94	22,575,303	53,345,455	572,257	2,396,628	9,692,768	1,027,189	13,480,977	30,836,399	19,363,852	153,290,828
1994-95	20,835,371	54,813,459	658,030	3,347,444	29,534,395	1,121,751	14,826,642	14,252,327	28,840,606	168,230,025
1995-96	20,941,128	62,933,681	686,057	2,554,165	18,349,154	1,201,662	15,996,399	32,570,017	80,191,231	235,423,494
1996-97	22,384,898	68,234,685	1,224,000	4,337,123	14,397,098	1,429,734	24,057,499	32,838,592	24,383,669	193,287,298
1997-98	18,283,710	63,840,665	1,137,695	4,254,646	28,664,258	1,319,429	25,819,305	23,730,228	25,938,074	192,988,010
1998-99	18,428,875	66,734,465	1,378,702	4,210,852	16,283,449	1,394,266	28,213,051	8,831,803	28,639,486	174,114,949
1999-00	21,954,415	69,148,299	1,804,023	5,730,066	19,922,509	1,770,908	21,864,799	8,450,864	28,667,593	179,313,476

(1) Table includes all governmental fund types and expendable trust funds.

(2) Table includes the Visitor and Convention Authority and Health Facilities Authority, discretely presented component units.

## CITY OF MIAMI BEACH, FLORIDA

## ALL GOVERNMENTAL FUNDS REVENUE BY SOURCE

FISCAL YEARS 1991 THRU 2000

Fiscal Year	General Property Taxes	Franchise Fees	Utility Service Taxes	Other Taxes	Licenses and Permits	Inter-governmental Revenue	Sales and Charges for Services	Fines and Forfeitures	Interest Income	Miscellaneous Revenues	Total
1990-91	\$ 46,497,571	\$ 5,519,174	\$ 8,413,103	\$ 16,844,520	\$ 4,279,182	\$ 16,022,902	\$ 2,812,847	\$ 2,757,846	\$ 4,691,318	\$ 11,127,641	\$ 118,966,104
1991-92	45,196,736	5,377,550	8,418,316	17,873,445	4,435,782	18,343,782	3,841,955	2,180,528	2,319,670	9,633,115	117,620,879
1992-93	46,102,609	5,834,933	9,634,007	21,252,571	6,026,751	18,547,912	4,366,855	3,023,580	2,343,769	10,148,614	127,281,601
1993-94	45,933,970	6,003,946	8,960,948	18,707,869	6,244,791	22,128,965	3,230,211	3,476,927	3,118,679	15,120,033	132,926,339
1994-95	46,885,783	6,056,853	9,293,275	21,367,372	6,038,464	24,681,126	3,338,496	5,473,233	6,354,836	17,501,930	146,991,368
1995-96	51,834,737	6,544,616	9,691,671	19,555,057	6,282,396	73,801,854	6,758,365	2,136,149	6,123,251	32,646,599	215,374,695
1996-97	55,496,245	6,167,992	10,278,584	14,149,832	7,623,771	29,637,951	6,552,857	2,886,422	8,334,074	25,873,673	167,001,401
1997-98	57,193,099	6,627,409	10,611,102	15,311,962	8,119,683	30,843,071	6,943,545	3,917,238	7,794,767	16,740,913	164,102,789
1998-99	60,611,944	6,721,850	11,163,676	19,217,373	8,579,138	35,611,223	7,511,798	3,728,146	8,193,057	15,883,400	177,221,605
1999-00	64,235,654	6,440,426	11,234,997	22,144,229	8,425,325	35,585,774	8,619,490	3,246,787	9,079,218	16,746,832	185,758,732

(1) Table includes all governmental fund types and expendable trust funds.

**CITY OF MIAMI BEACH, FLORIDA**

**PROPERTY TAX LEVIES AND COLLECTIONS**

**FISCAL YEARS 1990 THRU 1999**

Tax Year (1)	Assessed Valuations (3)		Total Tax Levy	Total Collected in Year (2)	Percent Collected
	Including Homesteads	Excluding Homesteads			
1990	\$ 4,376,417,088	\$ 3,632,426,183	\$ 47,824,523	\$ 46,497,571	97.2
1991	4,654,936,873	3,863,597,605	46,142,946	45,196,736	97.9
1992	4,726,911,403	3,932,985,608	45,610,535	46,102,609	101.1
1993	5,354,688,618	4,444,391,552	45,477,364	45,933,970	101.0
1994	6,369,445,913	5,286,640,108	47,359,133	46,885,783	99.0
1995	6,713,103,433	5,639,006,884	51,698,797	51,834,737	100.3
1996	7,161,079,764	6,015,307,002	54,155,090	55,496,245	102.4
1997	7,635,026,033	6,413,421,868	57,447,414	57,193,099	99.6
1998	8,168,481,094	6,861,524,119	60,374,366	60,611,944	100.4
1999	8,983,694,474	7,546,303,358	64,293,224	64,235,654	99.9

(1) Assessments as of January 1 of the year listed; bills mailed in October of that year; taxes become delinquent at the end of April of the subsequent year.

(2) Actual collections of current and delinquent Real and Personal Property Taxes.

(3) Assessments are at 100% of fair market value.

**CITY OF MIAMI BEACH, FLORIDA**

**STATEMENT OF TAX LEVIES AND TAX RATES**

**FISCAL YEARS 1991 THRU 2000**

Fiscal Year	General Fund		Debt Service Fund		Total	
	Tax Levy	Millage	Tax Levy	Millage	Tax Levy	Millage
1991	\$ 36,200,773	9.966	\$ 11,623,750	3.200	\$ 47,824,523	13.166
1992	37,642,954	9.743	8,499,992	2.200	46,142,946	11.943
1993	35,812,374	9.302	9,798,161	2.545	45,610,535	11.847
1994	35,514,506	8.238	9,962,858	2.311	45,477,364	10.549
1995	36,629,597	7.143	10,729,536	2.039	47,359,133	9.182
1996	41,330,511	7.499	10,368,286	1.862	51,698,797	9.361
1997	44,018,979	7.499	11,028,582	1.879	55,047,561	9.378
1998	46,775,045	7.499	10,672,369	1.711	57,447,414	9.210
1999	50,400,464	7.499	9,973,902	1.484	60,374,366	8.983
2000	55,430,546	7.499	8,862,678	1.484	64,293,224	8.983

**CITY OF MIAMI BEACH, FLORIDA**  
**DIRECT AND OVERLAPPING TAX RATES**  
**(PER \$1,000 OF ASSESSED VALUE)**

**Last Ten Fiscal Years**

Fiscal Year Ended September 30,	City of Miami Beach			School District	County	State	Total
	General Fund	Debt Service Funds	Total				
1991	9.966	3.200	13.166	9.104	7.368	0.600	30.238
1992	9.743	2.200	11.943	9.528	8.795	0.599	30.865
1993	9.302	2.545	11.847	9.923	9.236	0.648	31.654
1994	8.238	2.311	10.549	10.266	9.202	0.652	30.669
1995	7.143	2.039	9.182	10.345	8.413	0.702	28.642
1996	7.499	1.862	9.361	10.390	7.946	0.687	28.384
1997	7.499	1.879	9.378	10.366	7.582	0.710	28.036
1998	7.499	1.711	9.210	10.462	7.268	0.747	27.687
1999	7.499	1.484	8.983	10.160	7.194	0.744	27.081
2000	7.499	1.199	8.698	9.644	6.946	0.741	26.029



**CITY OF MIAMI BEACH, FLORIDA**

**NET BONDED DEBT TO ASSESSED VALUATION AND BONDED DEBT PER CAPITA**

**LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Net Assessed Valuation (000)</u>	<u>Net Bonded Debt (000)</u>	<u>Percentage</u>	<u>Population (Est.)</u>	<u>Net Bonded Debt Per Capita</u>
1991	\$ 3,632,426	\$ 71,136	1.96	92,939	\$ 765
1992	3,863,598	66,751	1.73	93,461	714
1993	3,932,985	63,472	1.61	94,725	670
1994	4,444,391	56,567	1.27	95,160	594
1995	5,286,640	49,041	0.93	93,681	523
1996	5,639,006	41,166	0.73	91,775	448
1997	6,015,307	32,851	0.55	91,848	358
1998	6,413,422	40,586	0.63	92,927	440
1999	6,861,524	34,140	0.50	93,464	365
2000	7,546,303	56,835	0.36	94,012	605

CITY OF MIAMI BEACH, FLORIDA  
COMPUTATION OF LEGAL DEBT MARGIN

September 30, 2000

---

Debt limit per City Charter for general obligation bonds is 15% of the assessed valuation (\$7,546,303,358)	\$ 1,131,945,504
General obligation bonds outstanding as of September 30, 2000	<u>57,535,000</u>
Legal debt margin	<u>\$ 1,074,410,504</u>

**CITY OF MIAMI BEACH, FLORIDA**

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

**SEPTEMBER 30, 2000**

**DIRECT DEBT**

General obligation indebtedness

Public improvement bonds (net of amount available) \$ 56,834,728

Non-self-supporting indebtedness: (1)

Resort Tax Revenue Refunding Bonds, Series 1988	3,775,000	
Gulf Breeze Government Loan Program	47,915,000	
Sunshine State Loan Program	22,970,000	
Pension Obligation Bonds	50,085,000	
Tax Increment Revenue Bonds	<u>106,015,000</u>	
	230,760,000	
Less: Reserve funds	<u>10,912,386</u>	
Total non-self-supporting indebtedness		<u>219,847,614</u>

Total direct indebtedness 276,682,342

**OVERLAPPING DEBT (2)**

Miami-Dade County

Total general obligation indebtedness	328,426,000	
Percent applicable to City - 8.24% (3)		27,062,302
Total school district obligation indebtedness	889,062,000	
Percent applicable to City - 8.24% (3)		73,258,709
Total net non-self-supporting indebtedness	304,646,000	
Percent applicable to City - 8.24% (3)		<u>25,102,830</u>

Total overlapping debt 125,423,841

**TOTAL DIRECT AND OVERLAPPING DEBT** \$ 402,106,183

- (1) Excludes self-supporting debt obligations.
- (2) All debt listed as Overlapping Debt is secured either solely from a tax source or from a combination of self-supporting revenues and a tax source.
- (3) Based upon 1999 assessed valuation figures for the City and Dade County.

**CITY OF MIAMI BEACH, FLORIDA**  
**RATIO OF GENERAL OBLIGATION DEBT SERVICE**  
**TO GENERAL FUND EXPENDITURES**

**FISCAL YEARS 1991 THRU 2000**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>General Fund Expenditures</u>	<u>Ratio</u>
1991	\$ 7,155,000	5,165,561	\$ 12,320,561	\$ 75,284,745	16.4 %
1992	7,175,000	4,764,609	11,939,609	75,514,624	15.8
1993	7,825,000	2,907,212	10,732,212	75,206,612	14.3
1994	6,995,000	3,394,197	10,389,197	79,387,545	13.1
1995	7,685,000	3,037,857	10,722,857	84,796,247	12.7
1996	7,720,000	2,627,032	10,347,032	92,550,848	11.2
1997	7,830,000	2,215,653	10,045,653	99,511,671	10.1
1998	7,870,000	2,376,070	10,246,070	94,960,467	10.8
1999	7,910,000	3,092,962	11,002,962	99,953,313	11.0
2000	7,190,000	1,661,504	8,851,504	110,241,654	8.0

## CITY OF MIAMI BEACH, FLORIDA

## REVENUE BOND COVERAGE

## FISCAL YEARS 1991 THRU 2000

Parking Revenue Bonds (1)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Revenue	\$ 17,945,290	\$ 15,953,438	\$ 14,571,340	\$ 12,837,146	\$ 10,929,504	\$ 7,146,856	\$ 4,973,028	\$ 4,676,924	\$ 4,369,984	\$ 4,484,899
Expenses (2)	7,888,439	7,274,366	7,262,681	6,783,627	5,797,474	4,526,570	3,133,586	2,642,263	2,233,881	2,140,829
Net Revenues Available for Debt Service	10,056,851	8,679,072	7,308,659	6,053,519	5,132,030	2,620,286	1,839,442	2,034,661	2,136,103	2,344,070
Debt Service Cost										
Principal	735,000	710,000	640,000	615,000	510,000	400,000	370,000	350,000	325,000	310,000
Interest	1,442,026	1,469,106	1,581,361	450,795	596,332	746,500	775,330	793,670	812,737	832,230
Total	\$ 2,177,026	\$ 2,179,106	\$ 2,221,361	\$ 1,065,795	\$ 1,106,332	\$ 1,146,500	\$ 1,145,330	\$ 1,143,670	\$ 1,137,737	\$ 1,142,230
Coverage	4.62	3.98	3.29	5.68	4.63	2.29	1.61	1.78	1.88	2.05

(1) Additional Parking Revenue Bonds issued on August 28, 1997 in the amount of \$21,000,000.

(2) Expenses as defined in the indenture as reasonable expenses of operation and maintenance of the system before depreciation, administrative fees and transfers.

(3) Minimum revenue coverage is 1.35 per bond covenants.

Water & Sewer Revenue Bonds

	2000	1999	1998	1997	1996	1995
Revenue	\$ 44,439,127	\$ 45,079,591	\$ 40,534,718	\$ 33,729,358	\$ 34,444,847	\$ 30,163,231
Expenses (1)	32,553,919	31,778,525	30,175,856	28,415,087	26,226,618	24,055,416
Net Revenues Available for Debt Service	11,885,208	13,301,066	10,358,862	5,314,271	8,218,229	6,107,815
Debt Service Cost						
Principal	2,165,000	2,070,000	1,985,000	1,900,000	1,825,000	-
Interest	2,667,906	2,761,056	2,849,389	2,932,039	3,009,143	885,892
Total	\$ 4,832,906	\$ 4,831,056	\$ 4,834,389	\$ 4,832,039	\$ 4,834,143	\$ 885,892
Coverage	2.46	2.75	2.14	1.10	1.70	6.89

(1) Expenses as defined in the indenture as reasonable expenses of operation and maintenance of the system before depreciation, administrative fees and transfers.

(2) Minimum revenue coverage is 1.10 per bond covenants.

(3) Prior years' information not available as bonds were issued during fiscal 1995.

**CITY OF MIAMI BEACH, FLORIDA**

**DEMOGRAPHIC STATISTICS**

**LAST TEN YEARS**

<u>Year</u>	<u>Population</u>	<u>Auto Tags Miami-Dade County</u>	<u>Bank Deposits Miami-Dade County (Thousands)</u>	<u>Public School Enrollment Miami-Dade County</u>	<u>Unemployment Rate Miami-Dade County</u>
1990	92,639	1,804,221	28,567	292,411	6.7
1991	92,939	1,978,169	18,609	304,287	8.7
1992	93,461	2,272,812	22,072	302,163	10.0
1993	95,160	2,284,759	22,585	297,873	7.7
1994	93,681	2,274,404	23,163	307,066	8.0
1995	91,775	2,204,356	25,154	314,853	7.3
1996	91,848	2,426,683	27,641	341,120	7.3
1997	92,927	2,421,725	34,081	332,216	7.1
1998	93,464	2,401,647	36,230	337,103	6.5
1999	94,012	2,392,339	39,633	343,653	5.8

Source: Florida Statistical Abstract, 1999.

**CITY OF MIAMI BEACH , FLORIDA**  
**VALUE OF BUILDING PERMITS ISSUED**  
**LAST TEN YEARS**

**FISCAL YEARS 1991 THRU 2000**

<u>Year</u>	<u>New Constuction</u>	<u>Existing Structures Additions, Rehabilitation, Etc.</u>	<u>Total Value</u>
1991	\$ 32,863,120	\$ 40,545,996	\$ 73,409,116
1992	9,544,515	40,398,741	49,943,256
1993	150,549,661	81,156,235	231,705,896
1994	91,566,442	68,358,627	159,925,069
1995	147,712,100	56,564,305	204,276,405
1996	137,664,000	60,538,264	198,202,264
1997	96,643,651	82,576,295	179,219,946
1998	74,513,600	177,283,873	251,797,473
1999	211,236,200	107,085,431	318,321,631
2000	49,650,000	64,200,062	113,850,062

Source: City of Miami Beach - Building Department, 2000.

**CITY OF MIAMI BEACH, FLORIDA**

**TEN LARGEST TAXPAYERS**

**2000**

<u>Owner</u>	<u>Type of Property</u>	<u>Assessed Value</u>	<u>Percentage of Total</u>
Hotelerama Assoc. Ltd.	Hotel	\$ 88,051,861	20.89 %
Nine Island Avenue Condo	Apartments	46,408,920	11.01
Morton Towers Apts. LP	Apartments	44,750,000	10.62
Roney Plaza Associates, Ltd.	Apartments	41,000,000	9.73
South Beach Ocean Parcel Ltd.	Offices	36,610,430	8.68
Tower Forty One Condo	Apartments	36,221,820	8.59
Gumenick Family Inv. No. 1 Ltd.	Apartments	34,670,643	8.22
Maison Grande Condo	Apartments	32,488,730	7.71
IHC/Miami Beach Corp.	Hotel	31,973,391	7.58
Club Atlantis Condo	Apartments	29,370,670	6.97
		<u>\$ 421,546,465</u>	<u>100.00 %</u>

Source: Miami-Dade County, Florida; Department of Property Appraisal;  
City of Miami Beach Valuation Roll, 2000.



**CITY OF MIAMI BEACH, FLORIDA**  
**TEN LARGEST PUBLIC AND PRIVATE EMPLOYERS**  
**LOCATED IN MIAMI-DADE COUNTY**

<u>Ten Largest Public Employers</u>		<u>Ten Largest Private Employers</u>	
Miami-Dade County Public Schools	35,469	American Airlines	9,000
Miami-Dade County	30,000	Precision Response Corporation	8,000
Federal Government	18,276	University of Miami	7,800
State of Florida	18,100	Baptist Health Systems of South Florida	7,500
Jackson Memorial Hospital	8,191	BellSouth	4,240
City of Miami	3,400	Publix Super Markets	4,000
Florida International University	2,591	Florida Power & Light Co.	3,823
Miami-Dade Community College	2,345	Mount Sinai Medical Center	2,868
Miami VA Medical Center	2,000	Winn Dixie Stores, Inc.	2,672
City of Miami Beach	1,702	First Union National Bank of Florida	2,500

Source: The Beacon Council, Miami Business Profile, 2000.

**CITY OF MIAMI BEACH, FLORIDA  
MISCELLANEOUS STATISTICS**

**PER CAPITA PERSONAL INCOME  
(CURRENT DOLLARS)**

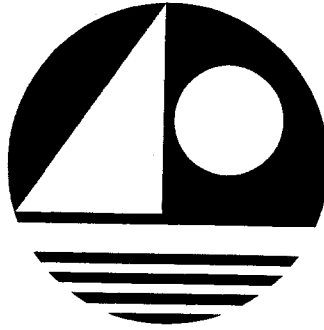
Year	Miami-Dade County		Florida		United States
	Current Dollars	Percent of U.S.	Current Dollars	Percent of U.S.	Current Dollars
1989	\$17,963	101.7 %	\$17,715	100.4 %	\$17,594
1990	17,823	95.3	18,539	99.2	18,696
1991	18,252	95.6	18,985	99.4	19,091
1992	17,340	86.2	19,797	98.5	20,105
1993	19,779	95.1	20,828	100.1	20,800
1994	20,362	93.8	21,767	100.3	21,696
1995	21,058	90.8	23,031	99.3	23,196
1996	22,370	91.5	24,198	99.0	24,436
1997	21,688	85.8	24,799	98.1	25,288
1998	23,919	87.9	26,845	98.6	27,203

**POPULATION ESTIMATES**

	Miami Beach		State of Florida		United States	
	Population	Change %	Population	Change %	Population	Change %
1990 (1)	92,639	(5.5)	12,937,926	1.0	248,709,873	0.2
1991	92,939	0.3	13,195,952	2.0	251,303,922	1.0
1992	93,461	0.5	13,424,416	1.7	256,300,000	1.9
1993	95,160	1.8	13,608,627	1.4	257,908,000	0.6
1994	93,681	(1.5)	13,878,905	1.9	260,341,000	0.9
1995	91,775	(2.1)	14,149,317	1.9	262,755,000	0.9
1996	91,848	0.1	14,411,563	1.8	265,284,000	0.9
1997	92,927	1.2	14,712,922	2.1	267,636,000	0.9
1998	93,464	0.6	15,000,475	1.9	270,299,000	0.9
1999	94,012	0.6	15,322,040	2.1	272,691,000	0.9

(1) U. S. Census

Source: Florida Statistical Abstract, 2000.



City of Miami Beach

This page intentionally left blank





